

TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246

November 12, 1982

Mr. Norm Stout Utah Division of Oil, Gas & Mining 4241 State Office Building Salt Lake City, Utah 84114

> Re: BMG Federal #1 Section 8-T16S-R26E Grand County, Utah

Dear Mr. Stout:

Enclosed please find one copy of the APD/MSUOP for the above-referenced well.

If you have any questions, please contact me at this office.

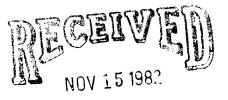
Very truly yours,

TXO PRODUCTION CORP.

Paul Urban

Environmental Scientist

PU/BS Enclosure/as stated



DIVISION OF OIL, GAS & MINING



6 1/4"

4 1/2"

Form approved. Budget Bureau No. 42-R1425.

150 sacks

Momen Motor

UNITED STATES

DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. GEOLOGICAL SURVEY U-05015 6. IF INDIAN, ALLOTTEE OR TRIBE NAME OR PLUG BACK APPLICATION FOR PERMIT TO DRILL, DEEPEN, 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME PLUG BACK 🗌 DEEPEN DRILL 🛛 b. TYPE OF WELL MULTIPLE ZONE SINGLE ZONE GAS WELL 8. FARM OR LEASE NAME WELL X X OTHER 2. NAME OF OPERATOR BMG Federal 9. WELL NO. Paul Urban TXO Production Corp. Attn: 3. ADDRESS OF OPERATOR #1 10. FIELD AND POOL, OR WILDCAT 1800 Lincoln Center Building, Denver, CO 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) San Arroyo At surface 11. SEC., T., B., M., OR BLK. AND SURVEY OR AREA 1140' FNL 2453' FWL Section 8-T16S-R26E At proposed prod. zone Section 8-T16S-R26E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE Approximately 31 miles NW of Mack, Colorado
15. DISTANCE FROM PROPOSED* | 16. NO. O Utah Grand 16. NO. OF ACRES IN LEASE NO. OF ACRES ASSIGNED 2 LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig, unit line, if any)

18. DISTANCE FROM PROPOSED LOCATION* TO THIS WELL **320** -1140' 2560' 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 6050 Rotary 22. APPROX. DATE WORK WILL START* 21. ELEVATIONS (Show whether DF, RT, GR, etc.) December 25, 1982 7090' 23.PROPOSED CASING AND CEMENTING PROGRAM WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT SIZE OF CASING SIZE OF HOLE <u>24"</u> 16" 40 2 yards Conductor 9 5/8" 160 sacks 300 **'** 12 1/4" 36# 7" 200 sacks 8 3/4" 20# 1600'

6050'

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout

10.5#

TITLE District Drilling Engineer DATE 11/12/82
APPROVAL DATE
APPROVED BY THE STATE OF UTAH DIVISION OF OIL, GAS, AND MINING

9-331 C ADDENDUM BMG Federal #1 Section 8-T16S-R26E Grand County, Utah

1. SURFACE FORMATION: Mesaverde

2. ESTIMATED FORMATION TOPS:

Buck Tongue	890'
Castlegate	1190'
Mancos	1390'
Dakota	5740'
Morrison	5980'
Total Depth	6050'

3. ESTIMATED DEPTH AT WHICH OIL, GAS, WATER OR OTHER MINERAL BEARING ZONES ARE EXPECTED TO BE ENCOUNTERED:

Expected Gas Zone:

Dakota > 5740'

Water may be encountered in the Mesaverde and Castlegate Formations.

- 4. CASING PROGRAM AS PER FORM 0-331 C.
- 5. PRESSURE CONTROL EQUIPMENT:
 - A. After surface casing is set, a double ram-type blowout preventer with blind rams and pipe rams, with minimum working pressure of 2000 psi (greater than the anticipated bottomhole pressure of 1100 psi), will be installed. See Exhibit 1.
 - B. A choke control, fill and kill lines with minimum working pressure of 2000 psi will be installed.
 - C. A rotating pack-off head will be installed above the blowout preventer to control flow while drilling with air.
 - D. The equipment in A and B will be pressure-tested to 2000 psi before drilling surface pipe cement, and the blowout preventer will be tested for operations daily and during trips.
- 6. MUD PROGRAM:

0'-300'

Air or air mist. If necessary, will use spud mud at 8.8-9.2#/gal., vis. 28-32 sec. API.

300'-TD

Air or air mist. If necessary, will use 3% KCl mud at 8.6-8.8 wt., vis 35-45 sec. API.

7. AUXILIARY EQUIPMENT:

A. A kelly cock will be used.

- B. A float valve will be run in the drill string above the bit.
- C. A sub with full opening valve will be kept on the derrick floor to stab into DP when kelly is not in use.
- 8. CORING, LOGGING, TESTING PROGRAM:
 - A. No coring is anticipated.
 - B. GR from surface to TD, DISFL from TD to intermediate pipe, SNP-FDC-GR-CAL from TD to 2000' above TD. If logged wet, FDC-CNL-GR-CAL from TD to 2000' above TD.
 - C. No DST's are planned.
- 9. ABNORMAL CONDITIONS:
 - A. No abnormal pressures or temperatures are expected.
 - B. No hazardous gases such as H₂S are expected.
 - C. While drilling with gas or air, return fluids will be directed through the blow line to the reserve pit. All open fires or ignition sources will be prohibited on location while gas or air drilling. A pilot flame will be maintained at the end of the blow line (located 125' from the wellhead) to insure burning of return gases that are combustible.
- 10. ANTICIPATED STARTING DATES:

Start location construction

Spud date

Complete drilling

Completed, ready for pipeline

December 25, 1982

January 5, 1983

January 15, 1983

January 30, 1983

11. Productive zones will be perforated, tested and treated as necessary. Gas will be flared during testing. Produced water will be contained in the unlined drilling reserve pit. The extent of treatment of a zone (acidizing and/or fracing) can only be determined after the zone has been tested. A completion program will be furnished after drilling and logging.

TXO PRODUCTION CORP. MULTIPOINT SURFACE USE AND OPERATIONS PLAN

DATE: November 11, 1982

WELL NAME: BMG Federal #1

LOCATION: 1140' FNL, 2453' FWL, Section 8-T16S-R26E, Grand County, Utah.

FEDERAL OIL & GAS LEASE NO.: U-05015

1. EXISTING ROADS

A. Proposed well site as staked. Refer to Exhibit 2. The well has been staked 1140' FNL and 2453' FWL in Section 8-T16S-R26E.

- B. Route and distance from nearest town or locatable reference point to where well access route leaves main road: From Mack, Colorado, proceed west 2.3 miles on State Highway 6 & 50 to Eight Road in Colorado. Turn right on Eight Road and proceed north 2.7 miles. Turn left on "S" Road and proceed west 3.0 miles to a curve. Continue northwest for 3.1 miles to a fork. Take the left fork and proceed 3.4 miles to a fork. Take the left fork and proceed 3.1 miles to a fork. Take the right fork and continue 1.8 miles to a fork. Take the right fork and proceed for 1.6 miles to a fork. Take the left fork and proceed 3.1 miles to the Credo Federal "A" #1 location. The access road begins here and proceeds south.
- C. Access route to location color coded in red and labeled. Refer to Exhibit 3.
- D. For development well, all existing roads within one mile color coded in yellow. Refer to Exhibit 4.
- E. Plans for improvement and maintenance of existing roads: The existing roads should not require any upgrading. During wet periods, some maintenance may be required to allow passage by drilling rigs and well servicing vehicles. Dry periods may necessitate watering the road to control dust.

2. PLANNED ACCESS ROAD

Show all necessary roads to be constructed or reconstructed: An access road, approximately 1.2 miles long, will be constructed in an north-south direction between the existing road and the west side of the pad. The proposed road will be 18-20 feet wide with a grade of 8% or less, with short sections (300+) of 10%. The road is on a slope of approximately 30%, with several drainages requiring low-water crossings or culverts (selections will be made during the surface inspection with representatives from the BLM and MMS). There will be no cattleguards, gates or cutting fences. Refer to Exhibit 4. A formal right-of-way application is included at the end of the APD/MSUOP.

3. LOCATION OF EXISTING WELLS

Exhibit 5 is a one-mile radius locating and identifying the following:

- A. Water Wells-None
- B. Abandoned Wells-None
- C. Temporarily Abandoned Wells-None
- D. Disposal Wells-None
- E. Drilling Wells-None
- F. Producing Wells- TXO Credo Federal #1 Sec. 5-T16S-R26E TXO Credo Federal "A" #1 Sec. 5-T16-R26E TXO Moxa Federal #1 Sec. 9-T16S-R26E
- G. Shut-in Wells-None
- H. Injection Wells-None
- I. Monitoring or Observation Wells for Other Reasons-None

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. Exhibit 5 is a one-mile radius map locating the following existing facilities owned by the lessee/operator:
 - 1. Tank Batteries -None
 - 2. Production Facilities- TXO Credo Federal #1 Sec. 5-T16S-R26E

 TXO Credo Federal "A" #1 Sec. 5-T16S-R26E

 TXO Moxa Federal #1 Sec. 9-T16S-R26E
 - 3. Oil Gathering Lines-None
 - 4. Gas Gathering Lines-None
 - 5. Injection Lines-None
 - 6. Disposal Lines-None
- B. If new facilities are contemplated, in the event of production, show:
 - 1. Proposed location and attendant lines in relation to the well pad. Refer to Exhibit 6.
 - 2. Dimensions of facilities: Refer to Exhibit 6.
 - 3. The production facilities will include a produced water pit, a blowdown pit, separator, and, if necessary, a dehydrator. These facilities will be painted either a dark green or light tan in accordance with BLM-specified colors for the Book Cliffs area. The facilities will be located as shown on Exhibit 6. The pit will be located in cut, will contain all water production and be built in accordance with NTL-2B specifications. All connection work will be done by an oil field service company using standard oil field materials.
 - 4. Protective devices and measures to protect livestock and wild-life: The water production pits will be fenced with four strands barbed wire to protect livestock and wildlife.

5. LOCATION AND TYPE OF WATER SUPPLY

- A. Location and type of water supply: Water will be obtained from West Salt Wash in Colorado.
- B. Method of transporting water: The water will be hauled in trucks by a certified water hauler, along the route shown in green on Exhibit 3.
- C. If water well is to be drilled, so state: No water well is contemplated.

6. SOURCES OF CONSTRUCTION MATERIALS

- A. Show information either on map or by written description: It is anticipated that cuts on location will furnish sufficient quantities of materials to construct a level location. Prior to constructing location, vegetation will be stripped and this material will be stockpiled along the south side of the pad. Approximately 6" of topsoil will be stockpiled on the south side of the pad for later use during rehabilitation on the disturbed areas. Additional material, if needed, will be purchased from the dirt contractor.
- B. Identify if from Federal or Indian Land: The affected land is federal and under the management of the Bureau of Land Management.
- C. Describe where materials such as sand, gravel, stone and soil material are to be obtained and used: Materials other than that supplied by cuts on location should not be required to construct the pad and road. Approximately 16,594 cubic yards of material will be derived from cuts on location and approximately 7,180 cubic yards of fill are needed. Refer to Exhibit 7a.
- D. Show any needed access roads crossing Federal or Indian Lands: The access road will cross BLM administered lands in Section 5-T16S-R26E. Refer to Exhibit 4.

7. METHODS OF HANDLING WASTE DISPOSAL

- A. Cuttings will be contained and disposed of in the reserve pit.
- B. Drilling fluids will be contained and disposed of in the reserve pit. While drilling with air or gas, a dust arresting system will be installed on the blow line.
- C. Produced fracturing fluids will be directed to the reserve pit for evaporation.
- D. Sewage: A portable chemical toilet will be on location during operations.
- E. Garbage and other trash will be placed in a trash bin and removed to a sanitary landfill upon completion.

- F. Protective Devices: The flare pit (if necessary) will be fenced with four strands of barbed wire and flagged to protect animals. The dilling reserve pit will be fenced on three sides during drilling, and on the fourth side prior to the rig moving off location.
- G. Statement regarding proper cleanup when rig moves out. When the rig moves out, all trash and refuse will be removed from the location and hauled to a sanitary landfill. All pits will be filled after drying and the area restored as under Item 10 of this plan.

8. ANCILLARY FACILITIES

Identify all proposed camps and airstrips on a map as to their location, area required and construction methods: None planned.

9. WELL SITE LAYOUT ATTACHMENT AND PROPOSED RIG LAYOUT

- A. Cross section of drill pad with cuts and fills: Refer to Exhibit 7b.
- B. Location of mud tank, reserve pit, trash bin, pipe racks and other facilities: Refer to Exhibit 7a.
- C. Rig orientation, parking area: Refer to Exhibit 7a.
- D. Statement regarding pit lining: Reserve pit will be unlined. However, if the sub-surface structure is too porous or is highly fractured, a 4 inch layer of bentonite will be used as a lining for the pit.

10. PLANS FOR RESTORATION OF SURFACE

A. Backfilling, levelling, contouring, and waste disposal: Upon completion of the well, the site will be cleared of all debris and the mouse and rat holes filled. The reserve pit will be dried and backfilled. Disturbed areas of the pad not needed for production facilities will be graded to an appearance consistent with the natural contours. These areas will then be covered with topsoil, disked and reseeded with a seed mixture recommended by BLM. If the well is not commercially productive, the entire pad will be reclaimed as described above.

In the event the well is not commercially productive, that portion of the access road requested by BLM to be rehabilitated will be covered with topsoil, disked and reseeded with a BLM-recommended seed mixture. Shrubby plants removed during road construction will be scattered randomly along the road to provide a natural appearance, control erosion and enhance seed production.

- B. Prior to rig release, pits will be fenced and so maintained until cleanup can be properly done.
- C. If any oil is in the pit, it will be removed or overhead flagging will be installed.

D. Timetable for commencement and completion of rehabilitation operations: Rehabilitation will commence when drilling operations are completed, approximately February 1, 1983, and will be completed within approximately one year.

11. OTHER INFORMATION

General description of:

- A. Topography, soil characteristics, geologic features, flora, fauna: The location is on a relatively steep north facing slope. The soil in the area consists of a silty loam. Vegetation accounts for approximately 60 percent of the ground cover and is comprised of pinyon pine, juniper, oak, brush, and native grasses in the area include deer, small mammals, and several bird species. No endangered species are known to occur in the area.
- B. Other surface-use activities and surface ownership of all involved lands: The affected land is federally owned. The primary land uses in the area are oil and gas production and ranching.
- C. Proximity of water, occupied dwellings, archeological, historical or cultural sites: There are no live streams in the immediate area. An ephemeral stream flows through Prairie Canyon. An archeological survey has been performed and results forwarded to the Moab BLM office.

12. LESSEE'S OR OPERATOR'S REPRESENTATIVES

Include the name, address and phone number of the lessee's or operator's field representative who is responsible for assuring compliance with the approved surface use and operations plan.

R.E. Dashner
District Drilling Engineer
TXO Production Corp.
1800 Lincoln Center Building
1660 Lincoln Street
Denver, Colorado 80264
(303) 861-4246 - Business
(303) 690-5658 - Residence

Comments regarding the content of this plan or arrangements for an on-site inspection should be directed to:

Paul Urban
Environmental Scientist
TXO Production Corp.
1800 Lincoln Center Building
1660 Lincoln Street
Denver, Colorado 80264
(303) 861-4246 - Business
(303) 429-2908 - Residence

13. CERTIFICATES

The following statement is to be included in the plan and must be signed by the lessee's or operator's field representative who is identified in Item No. 12 of the plan.

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access roads; that I am familiar with the conditions which presently exist; and that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by TXO Production Corp. and its contractors, subcontractors in conformity with this plan and the terms and conditions under which it is approved.

DATE: November 11, 1982

R.E. Dashner

District Drilling Engineer

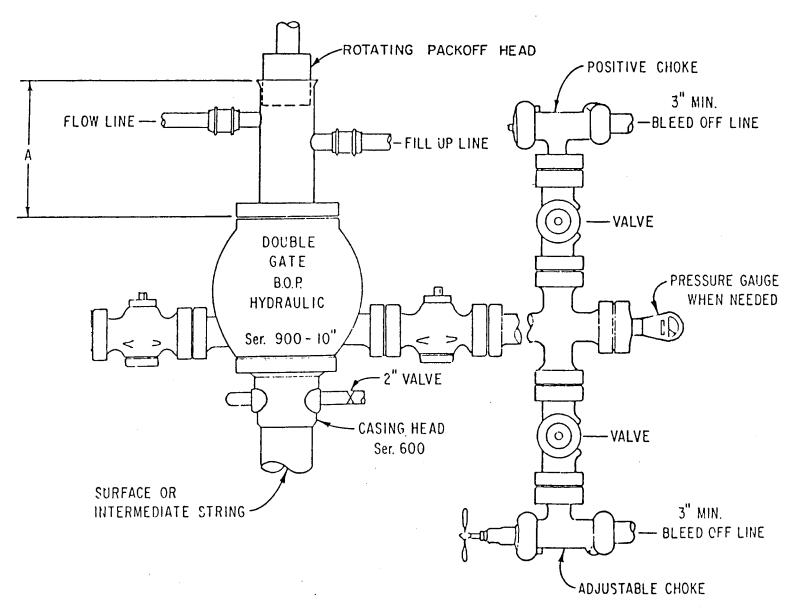
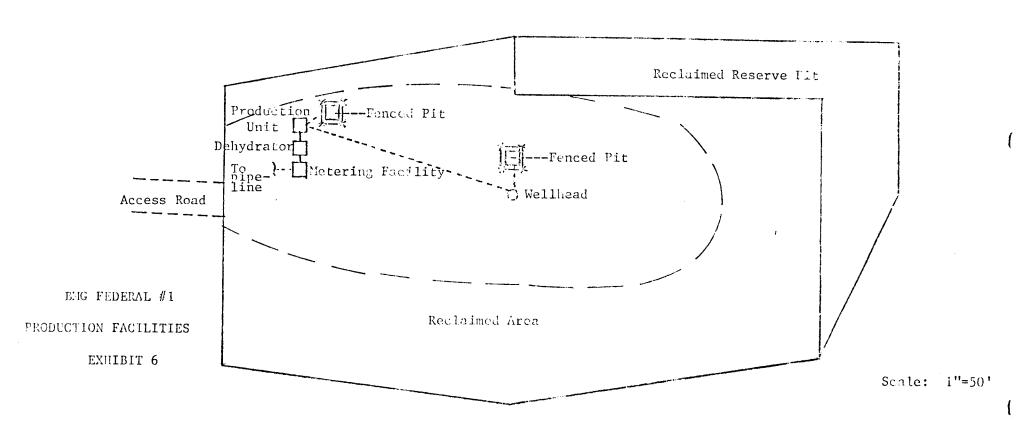
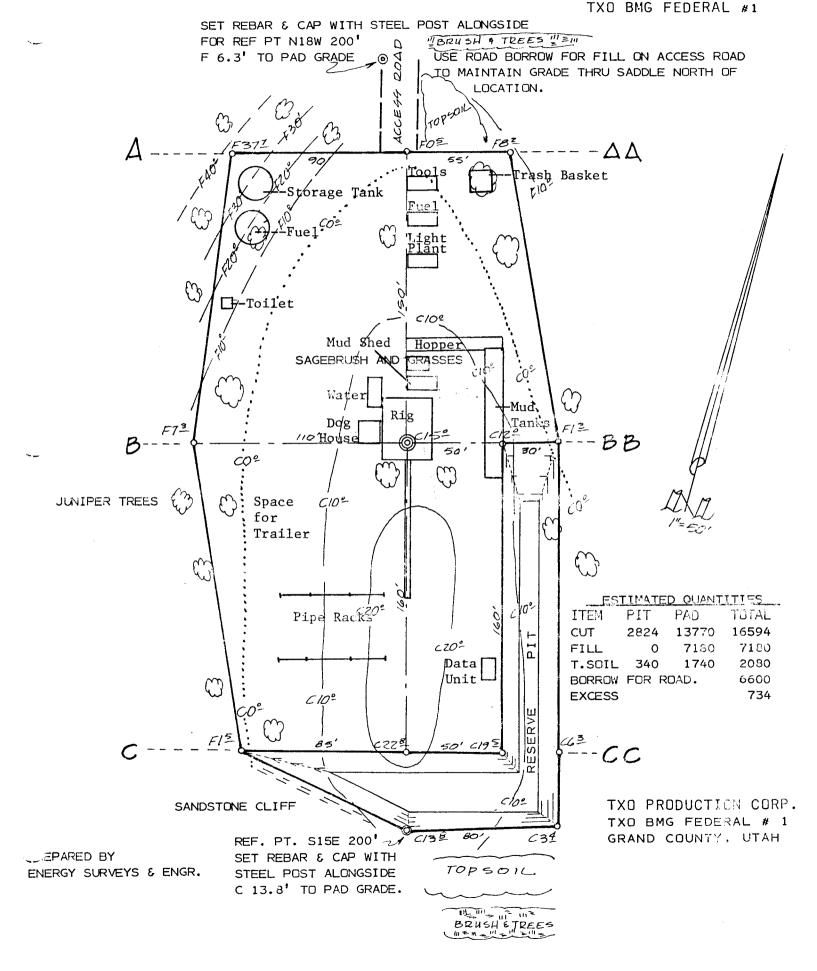
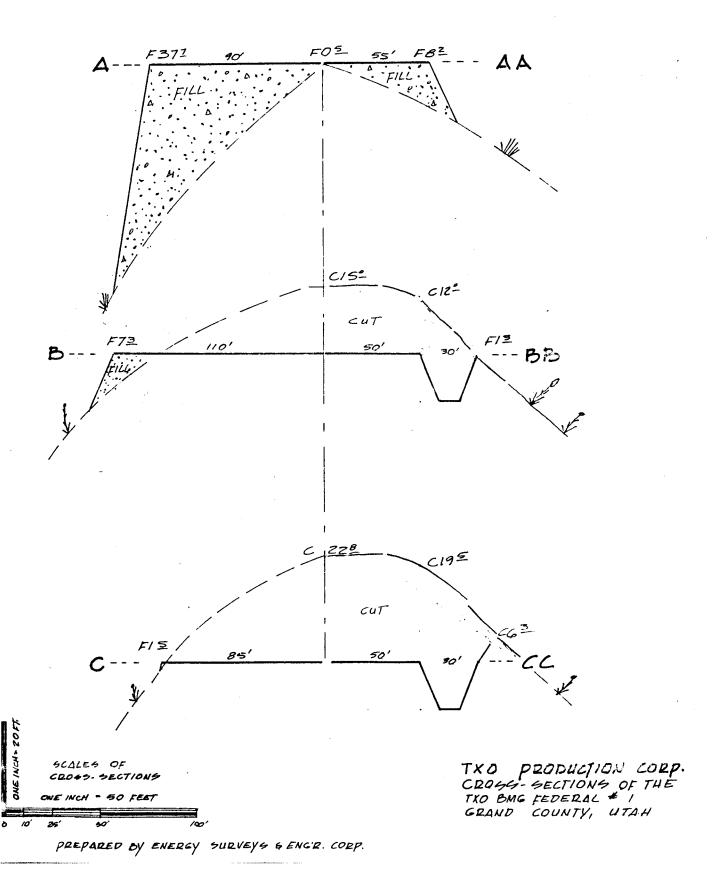


EXHIBIT I
BLOWOUT PREVENTER DIAGRAM



- 1) Pits will be $10' \times 10' \times 6'$ doop and will be surrounded by fence.
- 2) Sacrificial magnesium anodes will be used, if necessary, to control corrosion.
- 3) All pipelines will be coated and wrapped, then buried.
- 4) A surface mounted high/low safety shutdown system will be installed.
- 5) The separator will be an ASME coded vessel.





Application for Right-of-way Under the Federal Land Policy and Management Act

Serial	N	lumber	·	
Date	&	Time	Recorded	

TXO Production Corp. hereby applies for a right-of-way across public lands pursuant to Title V of the Federal Land Policy and Management Act of October 21, 1976 (90 Stat. 2776; 43 U.S.C. 1761) (FLPMA), the Mineral Leasing Act of February 25, 1920 (30 U.S.C. 185) as amended by the Act of November 16, 1973 (87 U.S.C 576) and the regulations in 43 CFR Group 2800. TXO Production Corp. agrees that the right-of-way, if approved, will be subject to the terms and conditions contained in the above authority.

TXO Production Corp. is qualified to do business in the State of Utah. The Corporate Qualification Number for TXO Production Corp. registered with the New Mexico State Office of the Bureau of Land Management, is NM-43000.

This application is for a right-of-way for an access road.

- I. ACCESS ROADS
- a. The right-of-way will provide access to the well referenced in the APD/MSUOP. Please refer to Map 1.

The existing road will not require upgrading. However, during wet periods some maintenance may be required to allow passage by drilling rigs and well servicing vehicles. Dry periods may necessitate watering the road to control dust.

Further information regarding maintenance and construction of the access road may be found in the APD/MSUOP (see Sections 2 and 10).

b. The requested right-of-way is located in <u>Grand</u> County, <u>Utah</u>. Legal description follows:

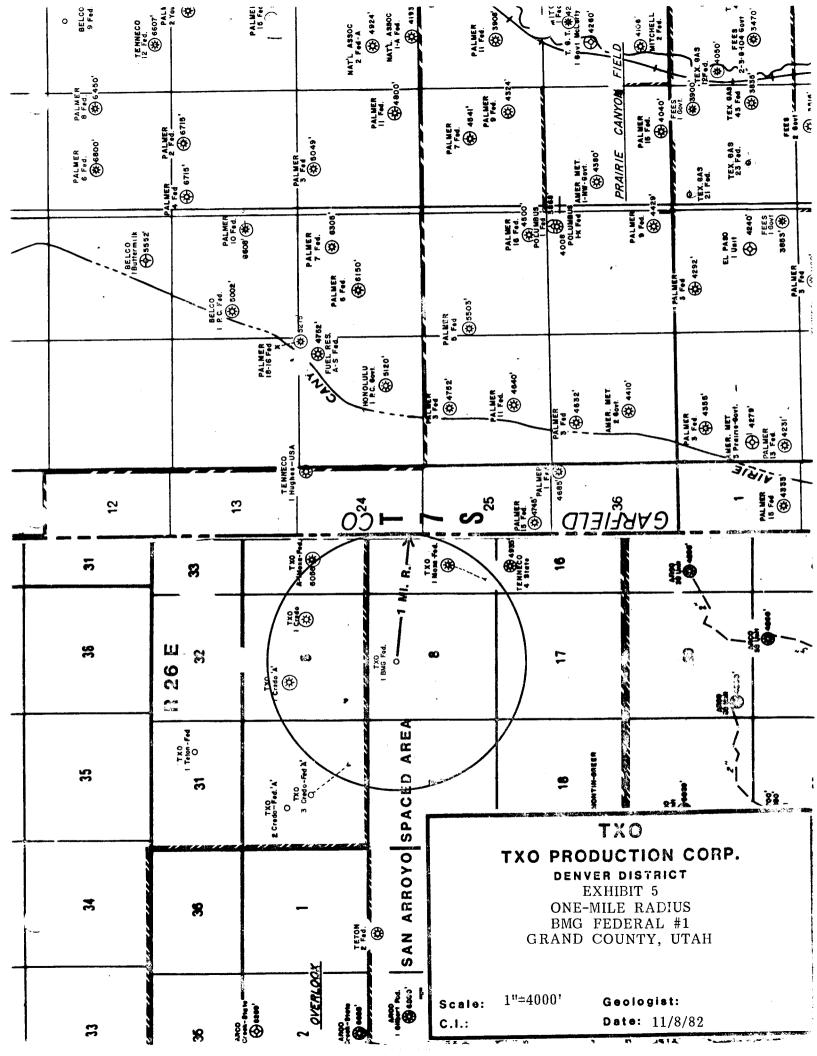
Section 5 -T 16S -R 26E

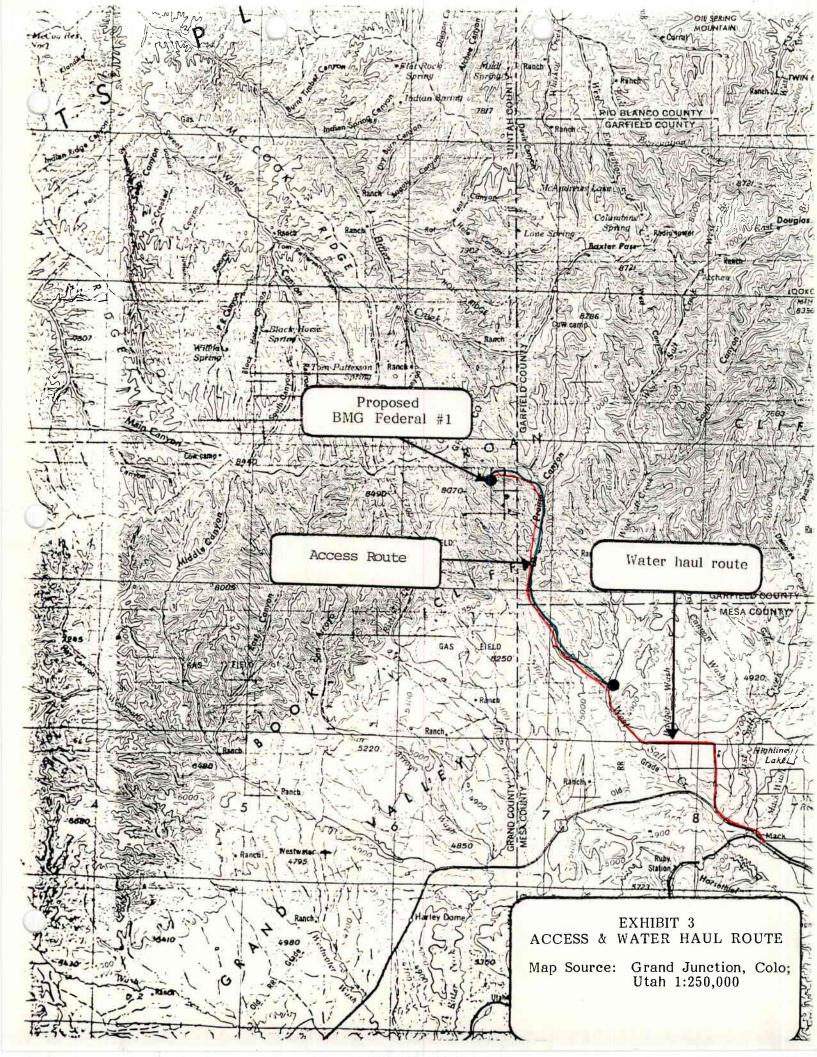
- c. The total length of the requested right-of-way is 0.8 mile. A check for \$\frac{70.00}{\text{right-of-way}}\$ will be submitted during the surface inspection of the well and right-of-way route. The check includes \$\frac{50.00}{\text{for}}\$ for the filing fee and \$20.00 for the monitoring fee.
- d. TXO Production Corp. is exempt from rental payment for access roads per 43 CFR 2803.1-2.

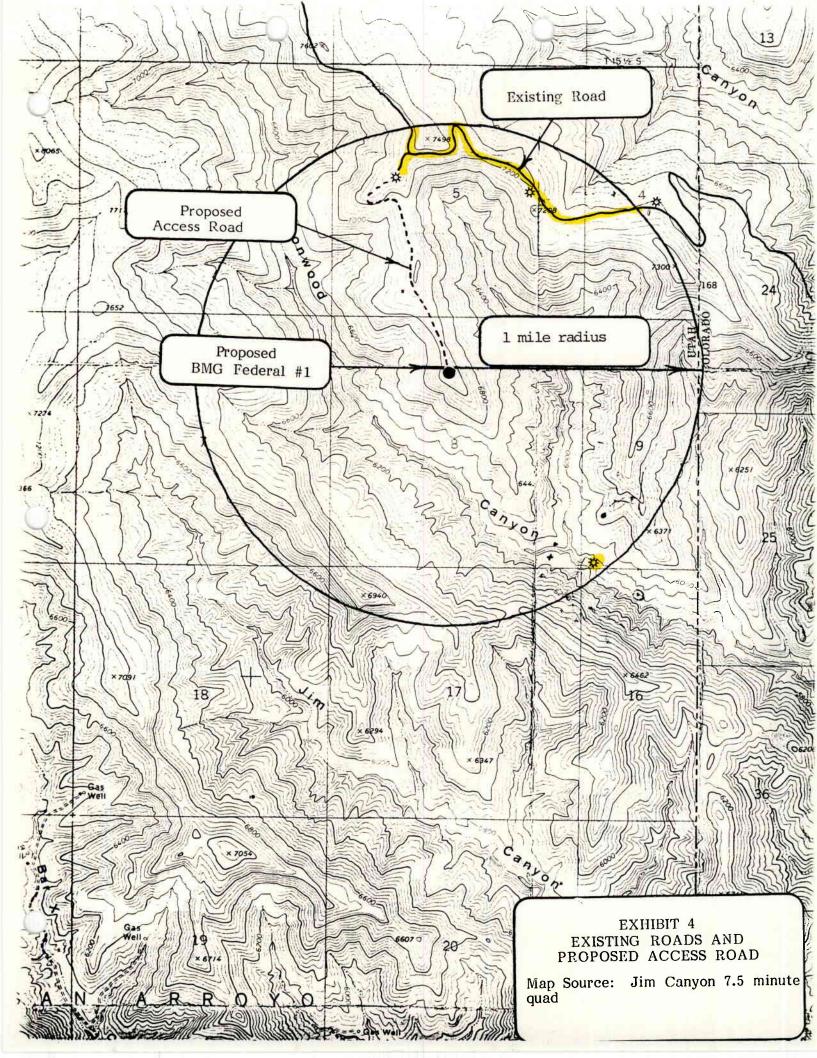
I hereby certify, that I am of legal age and have the authority to execute right-of-way applications for TXO Production Corp., that TXO Production Corp. is authorized to do business in the State of Utah and that I have personally examined the information contained in the application and believe that the information submitted is correct to the best of my knowledge.

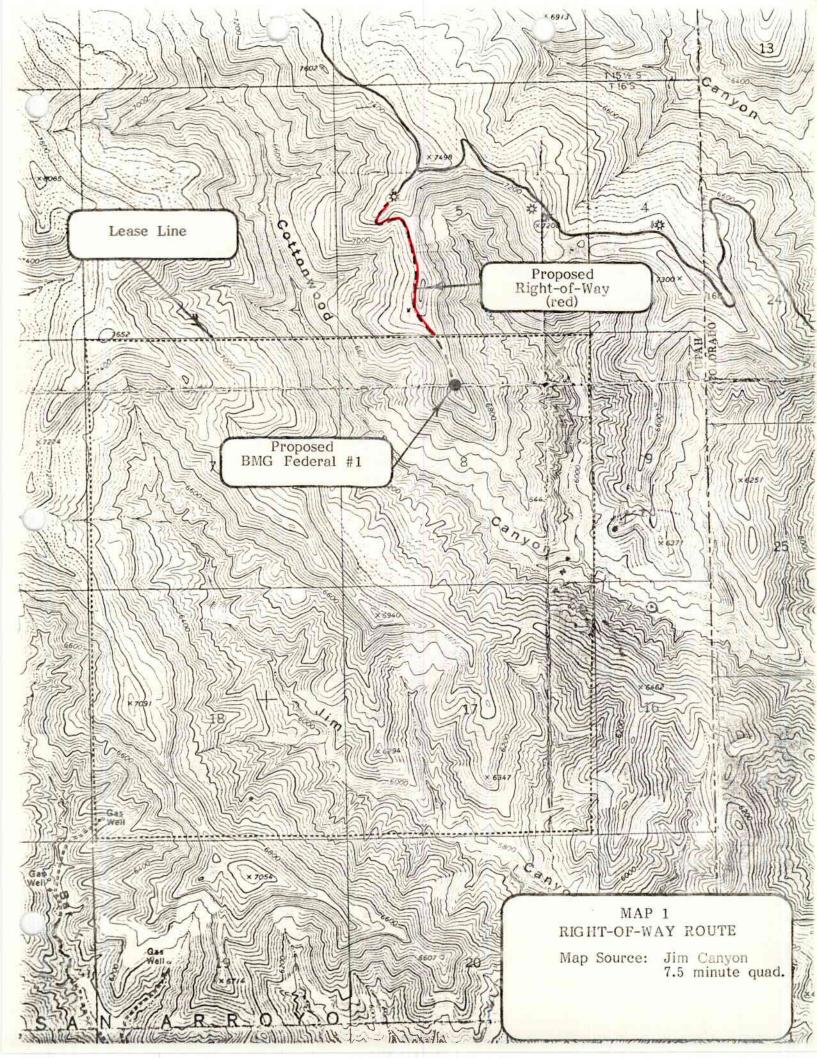
Date November 12, 1982

Environmental Manager









OPERATOR TXO PRODUCTION CORP		DATE //-/7-82
WELL NAME BING FED #1		
SEC <u>NE NW 8</u> T <u>165</u>	R 26E COUNTY	GRAND
43-019-31017 API NUMBER		E OF LEASE
POSTING CHECK OFF:		
INDEX	HL HL	
NID	PI /	
MAP		
PROCESSING COMMENTS: bocation committee sec	tion to landown	320 drilling units.
To gas wells within	2.500	320 drilling units.
RSF		
APPROVAL LETTER:		
SPACING: A-3 UNIT	c-3-	a 107-1 2-11-64- CAUSE NO. & DATE
c-3-b	c-3-	c
SPECIAL LANGUAGE:		

1 ...

• ,

W	RECONCILE WELL NAME AND LOCATION ON APD AGAINST SAME DATA ON PLAT MAP
	AUTHENTICATE LEASE AND OPERATOR INFORMATION
	VERIFY ADEQUATE AND PROPER BONDING /- 60
V	AUTHENTICATE IF SITE IS IN A NAMED FIELD, ETC.
	APPLY SPACING CONSIDERATION
	ORDER 107-1 2-11-65
	UNIT
	c-3-b
	c-3-c
	OUTSTANDING OR OVERDUE REPORTS FOR OTHER WELLS OF THE OPERATOR.
U	IF POTASH DESIGNATED AREA, SPECIAL LANGUAGE ON APPROVAL LETTER

November 17, 1982

TXO Production Corporation Attn: Paul Urban 1800 Lincoln Center Denver, Colorado 80264

RE: Well No. WMG Federal #1
NENW Sec. 8, T. 16S, R.26E
Grand County, Utah

Dear Mr. Urban:

Insofar as this office is concerned, approval to drill the above referred to gas well is hereby granted in accordance with the Order issued in Cause No. 107-1 dated February 11, 1965.

Should you determine that it will be necessary to plug and abandon this well, you are hereby requested to <u>immediately</u> notify the following:

RONALD J. FIRTH - Engineer
Office: 533-5771
OR
Office: 533-5771

Home: 571-6068 Home: 466-4455

Enclosed please find Form OGC-8-X, which is to be completed whether or not water sands (acquifiers) are encountered during drilling. Your cooperation in completing this form will be appreciated.

Further, it is requested that this Division be notified within 24 hours after drilling operations commence, and that the drilling contractor and rig number be identified.

The API number assigned to this well is 43-019-31017.

Sincerely,

Norman C. Stout Administrative Assistant

NCS/as cc: MMS Enclosure

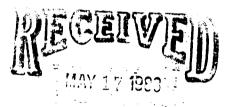
(Other instructions on reverse side) SUBMIT IN TRI

Form approved.
Budget Bureau No. 12 R1425 IT
SERVICE

UNITED STATES DEPARTMENT OF THE INTERIOR

5. LEASE DESILIS ATTION SAND SERVATIONIS

•	D 41711(1111-111					RECEIVED
GEOLOGICAL SURVEY					U-05015	
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK						6. IF INDIAN, ALLOTTEE OF TRIBENAME
1a. TYPE OF WORK DRII	LL X	DEEPEN [PLUG BA	ск 🗆	7. UNIT AGREEMENT NAME CITY, UTAH
b. TYPE OF WELL	s roza		SINGL		LE [S. FARM OR LEASE NAME
	S X OTHER		ZONE	A ZONE		BMG Federal
TXO Producti	on Corp. Atti	n: Paul Ur	han			9. WELL NO.
3. ADDRESS OF OPERATOR	on dorp. Meer	· · · · · · · · · · · · · · · · · · ·	- Dan			#1
1800 Lincoln	Center Buildin	ng, Denver,	CO 80	0264		10. FIELD AND POOL, OR WILDCAT
4. LOCATION OF WELL (Re	port location clearly and	in accordance wit	h any Stat	e requirements.*)		San Arroyo
Atsurface 1140' FNL 2453' FWL Section 8-T16S-R26E					11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA	
At proposed prod. zone						
					Section 8-T16S-R26E	
14. DISTANCE IN MILES A	ND DIRECTION FROM NEA	REST TOWN OR POS	T OFFICE*			12. COUNTY OR PARISH 13. STATE
	y 31 miles NW o	of Mack, Co	<u>lorado</u>			Grand Utah
15. DISTANCE FROM PROPO LOCATION TO NEAREST			16. No. 0	F ACRES IN LEASE		OF ACRES ASSIGNED HIS WELL
PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any) 1140 2560			320			
18. DISTANCE FROM PROPO TO NEAREST WELL, DE			19. PROP	SED DEPTH	20. ROTA	ARY OR CABLE TOOLS
OR APPLIED FOR, ON THI			ļ	6050 '		Rotary
21. ELEVATIONS (Show whe	ther DF, RT, GR, etc.)					22. APPROX. DATE WORK WILL START*
7090 '						December 25, 1982
23.	1	PROPOSED CASI	NG AND C	EMENTING PROGR	АМ	
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER F	00Т	SETTING DEPTH		QUANTITY OF CEMENT
24"	16"	Conduct	or	40	_	2 yards
12 1/4"	9 5/8"	36#		300 '	_	160 sacks
8 3/4"	711	20#		1600'		200 sacks
6 1/4" ¹	4 1/2"	10.5	#	6050 '	1	150 sacks



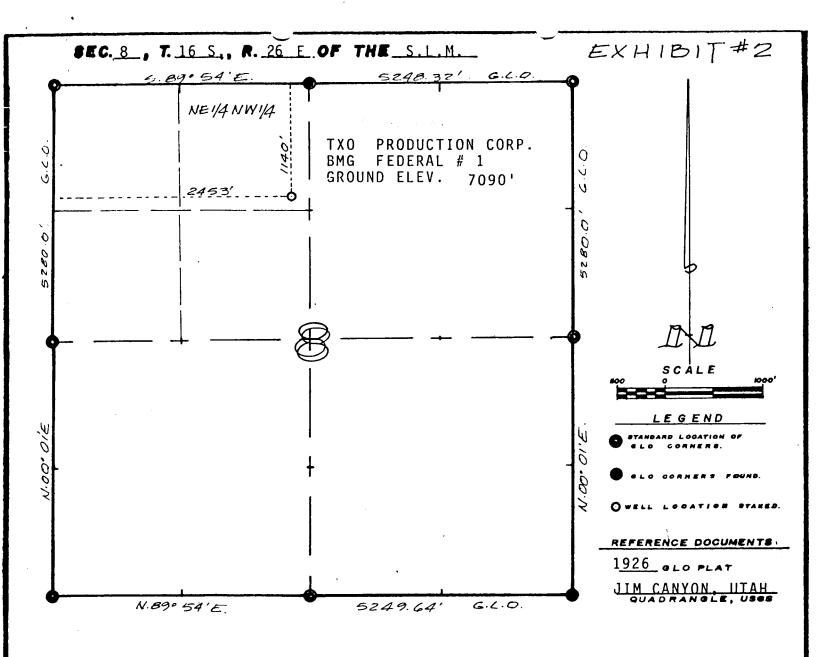
DIVISION OF CHIL GAS & MINING

SIGNED Ronald E. Dashner	TITLE District Drilling Engineer DATE -	11/12/82
(This space for Federal or State office use)		·
APPROVED BY CONDITIONS OF APPROVAL, IF ANY:	E. WPRGYUYRATE District Oil & Gas Supervisor DATE	MAY 1 6 1983

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED TO OPERATOR'S COPY

FLARING OR VENTING OF GAS IS SUBJECT TO NTL 4 DATED 1/1/80



BEARINGS ARE BASED ON THE EAST LINE OF SECTION 8

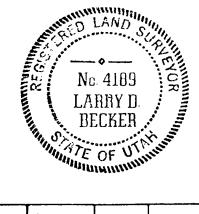
THIS WELL LOCATION PLAT WAS PREPARED FOR TXO PRODUCTION CORP.

AS REQUESTED BY PAUL URBAN , TO LOCATE THE

BMG FEDERAL # 1 , 1140' F N L & 2453' F W. L.,

IN THE NE 1/4 NW 1/4, OF SECTION 8, T.16 S., R. 26 E. OF THE S.L.M.

GRAND COUNTY, UTAH



SURVEYOR'S CERTIFICATE

I, LARRY D. BECKER A REGISTERED LAND SURVEYOR

IN THE STATE OF UTAL DO HEREBY CERTIFY THAT THIS

SURVEY WAS MADE UNDER MY DIRECT SUPERVISION AND

THAT THIS PLAT REPRESENTS SAID SURVEY.

Exhibit 2 Survey Plat Jarry Decker

PRAVE 10-8-82

ENERGY Surveys & IIBS BOOKGLIFF AVE. NO4 GRAND JUNGTION. GO. BIBOI

GOALE 1" = 1000'

TXO Production Corporation Well No. BMG "1" Section 8, T.16S., R.26E. Grand County, Utah Lease U-05015

Supplemental Stipulations

CONSTRUCTION:

- The dirt contractor will be furnished with an approved copy of the surface use plan and additional BLM stipulations prior to any work.
- 2) Use of water from sources such as wells, springs, streams, or stock ponds for activities associated with this well will be approved, prior to use, by the agency or individual holding the water right.
- 3) If subsurface cultural material is exposed during construction, work in that spot will stop immediately and the Grand Resource Area Office will be contacted. Salvage or excavation of identified archaeological sites will only be done if damage occurs.
- 4) Improvement to the existing road will not be necessary. The total disturbed width allowed will be as is. The allowable travel surface will be as is. Adequate maintenance will be done to insure drainage control. This will include but not be limited to ditch and crown design and drainage dips.

New road construction on lease U-05015 will be limited to an allowable travel surface width of 18 feet. For construction design and survey refer to class III road standards attachment. Off lease road construction standards are covered by right-of-way grant No. U-52052.

Trees and vegetation will be windrowed or stockpiled on the uphill side of the road where possible.

The soil material will be saved and windrowed along the access road separate from the vegetation.

- 5) Location: Move all topsoil and brush to south end of pad and excess to the north.
- 6) As much as possible of the soil material will be removed from the location and stockpiled separate from the trees and vegetation on the south side of the location.

Trees and vegetation will be: stockpiled on the south end.

7) The reserve pit will be located on the southeast side of the location and will be lined. The reserve pit banks will be 1.5 to 2.0 feet above pad and constructed in 8" lifts, machinery compacted, and sufficiently wide for equipment fo pass over.

- 8) Three sides of the reserve pit will be fenced before drilling starts. The fourth side will be fenced as soon as the drilling is completed. The fence will be kept in good repair while the pit is drying. The fence will be 4 strand barbed wire.
- 9) Adequate and sufficient electric/radioactive logs will be run to locate and identify anticipated coal beds in the Mesaverde. Please also provide two copies of drilling logs. Casing and cementing programs will be adjusted to eliminate any potential influence of the well bore or productive hydrocarbon zones on the coal resource. Surface casing program may require adjustment for protection of fresh water aquifers.
- 10) Flowlines will follow access road north to a main transmission line.

ADDITIONAL STIPULATIONS FOR PRODUCTION FACILITIES

Your Application for Permit to Drill also included a submittal for production facilities. These production facilities are approved for the lessee and his designated operator under Section 1 of the Oil and Gas Lease with the following conditions:

- (1) The oil and gas measurement facilities must be installed on the well location. The oil and gas meters will be calibrated in place prior to any deliveries. Tests for meter accuracy are to be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. Please provide this office with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports are to be submitted to the Salt Lake City District Oil and Gas Supervisor. Royalty payments will be made on all production volume as determined by the meter measurements or the tank measurements. All measurement facilities must conform with the API standards for liquid hydrocarbons and the AGA standard for natural gas measurement.
- (2) Gas meter runs for each well will be located within 500 feet of the wellhead. The gas flowline will be buried from the wellhead to the meter and 500 feet downstream of the meter run or any production facilities. Meter runs must be housed and/or fenced.
 - (3) All disturbed areas not required for operations will be rehabilitated.
- (4) All produced liquids must be contained including the dehydrator vent/condensate line effluent. All production pits must be fenced.
- (5) The well activity, the well status and the date the well is placed on production must be reported on Lessee's Monthly Report of Operations, Form 9-329.
- (6) All off-lease storage, off-lease measurement, or commingling on lease or off-lease must have written approval.
- (7) All product lines entering and leaving hydrocarbon storage tanks must be locked/sealed.
- (8) You are reminded of the requirements for handling, storing, or disposing of water produced from oil and gas wells under NTL-2B.
- (9) All materials, trash, junk, debris, etc. not required for production must be removed from the well site and production facility site at the completion of these operations.
- (10) A copy of the Gas Sales Contract will be provided to this office and the Royalty Accounting Department as directed.
- (11) Construction and maintenance for surface use approved under this plan should be in accordance with the surface use standards as set forth in the BLM/GS Oil and Gas Brochure entitled, "Surface Operating Standards for Oil and Gas Exploration and Development." This includes, but is not limited to, such items as road construction and maintenance, handling of top soil and rehabilitation.
- (12) "Sundry Notice and Reports on Wells" (form 9-331) will be filed for all changes of plans and other operations in accordance with 30 CFR 221.58. Emergency approval may be obtained verbally, but such approval does not waive the written report requirement. Any additional construction, reconstruction, or alternations of facilities, including roads, gathering lines, batteries, measurement facilities, etc., will require the filing of a suitable plan and prior approval by the survey.

PRODUCTION

- 1. The reserve pit and that portion of the location and access road not needed for production or production facilities will be reclaimed in the methods described in the rehabilitation section. All of the stockpiled/windrowed topsoil will be used in reclaiming the unused areas.
- 2. All above-ground production facilities will be painted using the attached suggested colors.
- 3. Any burning will require a permit from the State Land Forestry and Fire Control office in Moab. Contact Paul Pratt at (801) 259-6316.
- 4. Production facilities will be located on the north side of the location.
- 5. All pipelines should follow existing access routes where feasible.

REHABILITATION

- Immediately upon completion of drilling, the location and surrounding area will be cleared of all debris resulting from the operation. All trash will be disposed of in the portable trash cage and will be hauled to a local town dump site. Do not leave any trash in pits.
- 2. The operator or his contractor will contact the Grand Resource Area BLM office in Moab, Utah, phone (801) 259-8193, 48 hours prior to starting rehabilitation work that involves earthmoving equipment and upon completion of restoration measures.
- 3. Before any dirt work to restore the location takes place, the reserve pit will be completely dry and any trash (barrels, metal etc.) it contains will be removed from public lands.
- 4. All disturbed areas will be recontoured to blend as nearly as possible with the surrounding area.
- The stockpiled/windrowed topsoil will be evenly distributed over the disturbed area.
- 6. All disturbed areas will be scarified with the contour to a depth of 10 inches. Do not smooth pads out, leave a roughened surface.
- 7. Seed will be broadcast/drilled at a time to be specified by the BLM with the following seed prescription. When broadcast seeding, a harrow or some such implement will be dragged over the seeded area to assure seed cover.
- 8. After seeding is complete the stockpiled trees and vegetation will be scattered evenly over the disturbed areas and walked down with a dozer. The access will be blocked to prevent any vehicle use.
- 9. Waterbars will be used as needed on all sloping surfaces as shown below:

<u>Grade</u>	<u>Spacing</u>
2%	200 ft. spacing
2-4%	100 ft. spacing
4-5%	75 ft. spacing
+5%	50 ft. spacing

SEED MIXTURE

<u>Species</u>		Rate 1bs/acre
Grasses		
Agropyron inerme Oryzopsis hymenoides Poa fendleriana	Beardless bluebunch Indian ricegrass Muttongrass	1 1 1
<u>Forbs</u>		
Medicago sativa Penstemon palmeri	Alfalfa Palmer penstemon (Pind wild snap dragon)	1
Shrubs		
Cercocarpus montanus	Birchleaf mountain mahogany (True mahogany)	1
Purshia tridentata	Antelope bitterbrush	1_
	Total	7

Broadcast seed will be applied at double the above rate.

Seeding will be done in the fall of the year (Oct. - Dec.)



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

SUGGESTED COLORS TO PAINT OIL & GAS PRODUCTION FACILITIES

Cisco Desert and Flats below the Bookcliffs:

Dynasty Green

(Sears)

Tumbleweed

(Pratt & Lambert)

Sage Gray

(Pratt & Lambert)

Bookcliffs Region:

Sage Gray

(Pratt & Lambert)

Sea Life

(Pratt & Lambert)

Dynasty Green

(Sears)

Similar hues other than the ones mentioned above must be approved by the Grand Resource Area Manager.

NOTICE OF SPUD
company: TXO PRODUCTION
Caller: BRUCE WRIGHT.
Phone: (303) 861-4246
Well Number: BMG- Federal HI Location: 165 26E Section 8
()106
County: <u>GRAND</u> State: <u>O1G11</u> Lease Number: <u>O5015</u>
Lease Expiration Date:
Unit Name (If Applicable):
Date & Time Spudded: 9-9-83 10:15 p.m
Dry Hole Spudder/Rotary:
Details of Spud (Hole, Casing, Cement, etc.)
Rotary Rig Name & Number: Veco # 9
Approximate Date Rotary Moves In:
FOLLOW WITH SUNDRY NOTICE
Call Received By:
Date: 0 4-12-83

Well File District / Mosb State Oil & Gus Teicsa

wto OK rorm

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

NAME OF COMPANY: TXO PRODUCTION COR	RP.
WELL NAME: BMG FED #1	
SECTION NEWW 8 TOWNSHIP 16S RANG	GE 26E COUNTY Grand
DRILLING CONTRACTOR VECO	
RIG #_ 9	
SPUDDED: DATE 9-9-83	
TIME 10:15 PM	
How Rotary	
DRILLING WILL COMMENCE	: :
REPORTED BY Bruce Wright	·
TELEPHONE # 303-861-4246	
DATE 9-12-83	SIGNED Norm



TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246

September 13, 1983

STATE OF UTAH
Natural Resources & Energy
Oil, Gas, & Mining
4241 State Office Building
Salt Lake City, Utah 84114

RE: BMG Federal #1
Section 8, T16S-R26E
Grand County, Utah

Gentlemen:

Please find enclosed three (3) copies of Form 9-331, "Sundry Notices and Reports on Wells", reporting the spudding of the above referenced well.

If there are any further questions concerning this well, please contact me at this office.

Sincerely,

TXO PRODUCTION CORP.

R. Bruce Wright
Petroleum Engineer

RBW/dek encls.

A SUBSIDIARY OF A STEE

DIMSON OF

UNITED STATES DEPARTMENT OF THE INTERIOR

			Form Appr Budget Bur	oved eau No. 42R1424
	5.	LEASE		
		U-05015		
	6.	.IF INDIAN, ALL	OTTEE OR	TRIBE NAME
	7.	UNIT AGREEME	NT NAME	
ent				
	8.	FARM OR LEAS		•
	l	BMG Feder	al	<u> </u>
	9.	WELL NO.		
		<i>#</i> 1		
	10.	FIELD OR WILD	CAT NAME	
		San Arroy)	•
+	11.	SEC., T., R., M.	OR BLK.	AND SURVEY OR
17	ļ	AREA		. 4
		Section 8	<u>, T16S-</u> I	R26E
	12.	COUNTY OR PA	RISH 13.	STATE
		Grand	.	Utah -
	14.	API NO.		
E,		43-019-31	017.	*.
	15.		SHOW DF,	KDB, AND WD)
	L	7090' GL		

GEOLOGICAL SURVEY SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a differ reservoir. Use Form 9–331–C for such proposals.) gas well 🗆 X other well 2. NAME OF OPERATOR TXO PRODUCTION CORP. 3. ADDRESS OF OPERATOR 1800 Lincoln Cntr. Bldg., Denver, Co. 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 1140' FNL & 2453' FWL AT SURFACE: AT TOP PROD. INTERVAL: AT TOTAL DEPTH: 16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTIC REPORT, OR OTHER DATA REQUEST FOR APPROVAL TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (NOTE: Report results of multiple completion or zone PULL OR ALTER CASING change on Form 9-330.) MULTIPLE COMPLETE CHANGE ZONES ABANDON* spudding (other)

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

The above referenced well was spudded at 10:15 PM on 9/9/83. The drilling contractor is Veco Drilling, Inc., Rig #9. The spud was reported to Janene Dempsey at 9:50 AM on 9/12/83.

TIGHT HOLE

DIV. OF OIL. GAS & MINING

	•	
Subsurface Safety Valve: Manu. and Type		Set @ Ft
18. I hereby certify that the foregoing is to		
SIGNED K. Bruce Winght	TITLE Petroleum EngineerDATE	September 13, 1983
	(This space for Federal or State office use)	
APPROVED BYCONDITIONS OF APPROVAL, IF ANY:	TITLE DATE	EIVEN
	*See Instructions on Reverse Sie	1 9 1983





TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246



DIVISION OF OIL, GAS & MINING October 3, 1983

State of Utah
Natural Resources & Energy
Oil, Gas & Mining
4241 State Office Building
Salt Lake City, Utah 84114

Attention: Mr. Cleon B. Feight

Re: BMG Federal #1

Section 8, T16S-R26E Grand County, Utah

Dear Mr. Feight:

Please find enclosed three (3) copies of Form 9-330, "Well Completion or Recompletion Report and Log", for the above referenced well. Also find enclosed a copy of the well history.

If there are any further requirements concerning this well, please contact me at this office.

Sincerely,

TXO PRODUCTION CORP.

R. Bune Wight

R. Bruce Wright

Petroleum Engineer

RBW:nb

A SUBSIDIARY OF A EXAS

OIL & GAS CORR

EASE	DESIGNATION	AND	SERIAL	NO
_				

OMITED STATES	(See Asset)	3 ua
DEPARTMENT OF THE INTERIO	R 5. LEASE DE	SIG
GEOLOGICAL SURVEY	R 5. LEASE DE U - 05	501

WELL CON	APLETION C	OR RECOM	PLETIC	OŅ R	EPORT	O SE	LQG	C 5	8. FARM OR E BMG Fe 9. WELL NO. 1	ALLOI	TEE OR TRIBE NAME
1a. TYPE OF WELL	: OII.	GAS WELL X	DR				11,		NAT AGRE	EMENŢ	NAME
b. TYPE OF COMP				•		~	``	388			
NEW X	WORK DEEP-	PLUG BACK	DIFF. RESVI	ı. 🗌 .	Other	100		12	S. FARM OR	LEASE	NAME
2. NAME OF OPERATO)R				11/1		July.		BMG Fe	dera	1
TXO Produc	tion Corp.						OF Y		9. WELL NO.		
3. ADDRESS OF OPER	ATOR					1 013			1		
1800 Linco	ln Center B	ldg., Der	ver. (Color	ado	8026	4	:	10. FIELD AN	D POOL	, OR WILDCAT
4. LOCATION OF WEL	L (Report location	clearly and in ac	cordance	with any	State requ	irement	*)*		San Ar	royo)
At surface 11	40' FNL, 24	53' FWL							11. SEC., T., I OR AREA	t., м., с	OR BLOCK AND SURVEY
At top prod. inte	rval reported below	r									
Same as above - Section 8, T16S-R26E											
At total depth						DATE I	egi Ph		12. COUNTY		1 105 - KZOL
Sa	me as above		14. PER		017				Grand	715	Utah
	16. DATE T.D. REA	117 0.00		19-310			16/83		'	19. 1	LEV. CASINGHEAD
15. DATE SPUDDED		1		teday to	1		02' RK		T, GR, ETC.)*	1	90'
9/9/83 20. TOTAL DEPTH. MD 4	9/18/83	10/ BACK T.D., MD & T		IE MI'I	TIPLE COMPI		JZ KK 23. INTE		ROTARY TOO		CABLE TOOLS
6036 '		012'	VB 22.	HOW MY		,		ED BY	A11	i	None
24. PRODUCING INTER			BOTTOM.	NAME (M	D AND TVD)	1		<u>→ 1</u>	ALL	25	NONE.
24. PRODUCING INTER	VALUES), OF THIS CO		2022014,	,,,,,,,							SURVEY MADE
5026 561	Ruskhorn										No
5936-56',		N							<u>-</u>	27. W	AS WELL CORED
DIL-GR, FD									ļ		No
28.	O-DITE OIL	CASIN	IG RECOR	RD (Repo	ort all strin	as set in	well)				
CASING SIZE	WEIGHT, LB./FT				E SIZE	T		ENTING	RECORD		AMOUNT PULLED
9-5/8''	36#		304'	12	-1/4"		160 sx				None
7''	20#		593'	8	-3/4''		175 sx				None
4-1/2"	10.5#		036'	6	-1/4''	_	120 sx				None
4-1/2	10.5										
29.	LI	NER RECORD					30.	7	TUBING RECO)RD	
SIZE	TOP (MD)	OTTOM (MD)	SACKS CE	MENT*	SCREEN (MD)	SIZE		DEPTH SET (M	D)	PACKER SET (MD)
							2-3/8		5898 '		
31. PERFORATION REC	ORD (Interval, size	and number)	T. W.		32.	ACI	D. SHOT.		URE, CEMEN		
5936'-56',	0.36", 41	holes	· E had	<u> </u>	DEPTH I		(MD)				MATERIAL USED
			A 8 8 3	~5	5936'	<u>-56'</u>		<u> 2000</u>) gal 7-1	<u>/2%_</u>	HCl
	4.4	♦ ₹s	•						000 gal G		
									/bb1 CO ₂	<u>& 65</u>	,0004;
								20-4	+0 sd ²		
33.*			· · · · · · · · · · · · · · · · · · ·		OUCTION	a and to	ing of num	m)	l weit	STATE	s (Producing or
DATE FIRST PRODUCTI		TION METHOD (F	iowing, ga	s tiji, pi	impiny—esz	e una 1	pe o, pum	· P)	shu	t-in)	_
10/2/83	Flow		PROD'N	FOR	OIL-BBL		GAS-MC	<u> </u>	WATER—BBI	WOI	GAS-OIL RATIO
	HOURS TESTED	CHOKE SIZE	TEST I		UIL-BBL.	•	1	г.	1	"	
10/2/83	24	7/16"					1522	WATER-	UR!	OIL G	RAVITY-API (CORR.)
FLOW, TUBING PRESS.	CASING PRESSURE	24-HOUR RATE	011'B	В1		—мс г.	1	WAILK-	-BBL.		, , , ,
310# 420# 1522											
n 1 ** 1 1											
Vented Randy Walck 35. LIBT OF ATTACHMENTS											
Well History 36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records											
SIGNED	Buce	Wight		LE P	etroleu	m En	gineer		DAT	_E <u>10</u>)/3/83
R. Bruce Wright											

INSTRUCTIONS

or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions. If not find prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35.

Hen 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency,

||tem 4: If there are no upplicable State or Federal office for specific instructions.

fem 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

14 this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, "Sack's Coment". Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool. (See instruction for items 22 and 24 above.) additional interval to be separately produced, showing the additional data pertinent to such interval. Submit a separate completion report on this form for each interval to be separately produced. interval, or Item 29: Item 33: for each

a.	TRUE VERT. DEPTH	
TOP	MEAS. DEPTH	Surface 2180' 2394' 5711' 5996'
	NAME	Mesaverde Castlegate Mancos Dakota Silt Morrison
ç.		
DESCRIPTION, CONTENTS, ETC.		
BOTTOM		
TOP		
FORMATION		

- 574-472

OFFICE : 1975 O

PRINTING

GOVERNMENT

οż 'n.

BMG Federal #1 WELL NAME:

AREA: San Arroyo

LOCATION: COUNTY:

Section 8, T16S-R26E

Grand Utah

FOOTAGE:

STATE:

1140' FNL & 2453' FWL

59801 PTD: 7102' KB, 7090' GL

ELEVATIONS: Veco #8 CONTRACTOR:

AFE NUMBER: 830604 LSE NUMBER: 56168 TXO WI: 75%

APCOT FINADEL JOINT VENTURE American Petrofina, Inc. P. O. Box 2159 Dallas, Texas 75221 Attn: James H. Henderson

Just Mail

- 09/10/83 102' (102'), drlg. Surf. Dust 90#. MIRURT. Spudded 12-1/4" hole @ 10:15 PM on 9/9/83. DW: 31,180. CW: 31,180. DD 1.
- 318' (216'), WO cmt trucks to fill backside. Surf. Dust 90#. TD 12-1/4" hole @ 2:15 PM on 9/10/83. Blew hole clean & TOOH. RU to run csg. Ran 3 jts. Tagged obstruction @ 100'. POOH & LD csg. TIH w/bit & drill string. CO obstruction. TOOH. RU & ran 7 jts 9-5/8", 36#, K-55, ST&C csg (304'), shoe @ 304'. RU BJ & cmtd csg. Pumped 30 BW. Cmtd w/ 100 sxs of 50/50 poz w/ 2% gel, 2% CaCl2. Tail w/ 60 sxs of Cl "G" w/ 2% CaCl2. PD @ 3:59 AM 9/11/83. BP @ 300#. Float held. No returns to surf. RU & pumped 50 sxs Cl "G" w/ 2% CaCl2 dn backside. No cmt to surf. Presently waiting on more cmt. 10 @ 280'. DW: 11,121. CW: 42,301. DD 2. 09/11/83
- 318' (0'), NU BOP. Surf. Pumped 100 sxs Cl "G" w/ 2% CaCl2 dn backside. Filled backside to surf w/ cmt. WOC. Screw on wellhead. Begin NU. DW: 12,122. CW: 58,625. DD 3. 09/12/83
- 1445' (1127'), drlg. Castlegate. Mist 160#. Hole got damp @ 900'. Went to air mist & resumed drlg. Castlegate @ 1180'. 3/40 @ 588', 1-1/40 @ 911', 20 @ 1227'. DW: 18,616. CW: 77,241. DD 4. 09/13/83
- 09/14/83 2547' (1102'), drlg. Mancos. Air mist 200#. Drld to 1754'. TOOH w/bit #2, & TIH w/bit #3. Resumed drlg. No tight spots or fill on trips. Castlegate top reported on 9/13/83 was incorrect. Revised Castlegate @ 2180', Mancos @ 2380'. 1-3/40 @ 1539', 1-1/20 @ 1831', 3/40 @ 2100', 3/40 @ 2410'. DW: 18,499. CW: 96,090. DD 5.
- 09/15/83 2600' (53'), drlg cmt. Mancos. TD 8-3/4" hole @ 2600' @ 8:30 AM on 2600' (53'), drlg cmt. Mancos. TD 8-3/4" hole @ 2600' @ 8:30 AM on 9/14/83. Made 5 stnd short trip. No fill or tight spots. Blew hole clean. TOOH. LD DC. PU & RIH w/ 7" csg. Ran 57 jts 7", 20#, K-55, ST&C csg. Shoe @ 2593'. Float @ 2547'. RU BJ & cmtd csg. Pumped 100 BM, 10 BM flush. Cmtd w/ 100 sxs 50/50 poz w/ 2% CaCl₂, 1/4#/sx celloflake. Tail w/ 75 sxs Cl "G" w/ 2% CaCl₂, 1/4#/sx celloflake. PD @ 6 PM 9/14/83. BP @ 1000#. Float held. No returns. ND BOP. Set slips. Cut-off csg @ 9 PM on 9/14/83. NU BOP, test BOP to 1000# for 15 min, held OK. TIH w/ drill string & begin drlg cmt. DW: 45,163. CW: 142,957. DD 6.
- 09/16/83 3890' (1290'), drlg. Mancos. Dust 190#. 1/40 @ 2701', 10 @ 2923', 3/40 @ 3274', 10 @ 3587'. DW: 20,902. CW: 163,859. DD 7.
- 09/17/83 4973' (1083'), drlg. Mancos. Dust 180#. Drld to 4875'. TOOH for bit. TIH w/ new bit, no fill or tight spots. Resumed drlg. 10 @ 3903', 1-1/40 @ 4217', 1-1/40 @ 4500', 1-1/20 @ 4815'. DW: 18,748. CW: 182,607. DD 8.
- 09/18/83 6017' (1044'), drlg. Morrison. Dust 100#. Began taking steady 20-30' flare @ 5956' w/ compressors. Drld to 5970' & SD. Tested for 45 min. Well stabilized @ 66# on 1-1/4" orifice. FARO 2.9 MMCFD, dry gas. Resume drlg to TD. Dakota Silt @ 5720', Dakota @ 5816', Buckhorn @ 5956', Morrison @ 6000'. 1-3/40 @ 5130', 3-1/20 @ 5410', 3-1/20 @ 5690'. DW: 17,144. CW: 199,751. DD 9.

BMG Federal #1 WELL NAME:

PTD: **ELEVATIONS:** AREA: San Arroyo

Section 8, T16S-R26E Veco #8 CONTRACTOR: LOCATION: 830604 AFE NUMBER: COUNTY: Grand LSE NUMBER: 56168 Utah STATE: 1140' FNL & 2453' FWL TXO WI: FOOTAGE:

59801

7102' KB, 7090' GL

09/19/83 6036' (19'), RU csg crew. Morrison. Dust 100#. TD 6-1/4" hole @ 7:30 AM on 9/18/83. Blew hole clean. Made 1 stnd short trip. No fill. TOOH. RU Gearhart. Run logs. RD Gearhart. TIH w/ drill string, had 1' of fill. TOOH. LD DP & DC. DW: 15,018. CW: 214,769. DD 10.

- 09/20/83

 6036' (0'), MORT (RR @ 4 PM 9/19/83). Morrison. 8.6, 48, 9.8, 9.5.

 Fin RU csg crew. RIH w/ 149 jts 4-1/2", 10.5#, K-55, ST&C csg. Shoe @ 6036'. Float @ 6012'. RU BJ & cmtd csg. Pumped 110 BM, 10 bbls of mud flush, 10 bbls 3% KCL wtr. Cmtd w/ 120 sxs Cl "G" w/ 5% KCL, 3#/sx gilsonite, 2% gel. Dspl w/ 3% KCL. PD @ 1:40 PM 9/19/83. BP @ 1200#. Float held. Full returns. ND BOP, set slips, cut-off csg @ 4 PM on 9/19/83. Drop from report until completion begins. DW: PM on 9/19/83. Drop from report until completion begins. DW: 52,636. CW: 267,405. DD 11.
- 09/23/83 6012' PBTD, MIRUCT. Off load tbg. NU BOP. TIH w/ 3-7/8" bit, SSN, 4-1/2" csg scraper, & 2-3/8" tbg. Tag PBTD @ 5982' KB. PT csg to 3000# for 30 min. OK. RU & swab FL dn to 4650' KB. SDFN. This AM TOOH w/ tbg & prep to perf. DW: 33,941. CW: 301,346.
- 5986' PBTD, TOOH w/ tbg, bit & scraper. RU Gearhart. Ran CCL-GR from 09/24/83 PBTD to 5500'. RIH w/ 3-1/8" csg gun & perf from 5936-56' w/ 2 JSPF. Total of 41 holes, 0.36" dia. RD Gearhart. Had very slight blow after perforating. TIH w/ notched collar, SSN & tbg. ND BOP. NU wellhead. Landed tbg @ 5898'. Install blast jt @ surface. Well was blowing gas while TIH w/ tbg. RU swab. Made 3 runs, well KO. LOTPON on 3/4" ch, flowing dry gas. FTP 10#, CP 200#, FARO 318 MCFD. SDFN. DW: 6665. CW: 308,011.
- 09/25/83 5986' PBTD, well dead. FTP 0#. CP 700#. RIH w/ sinker bar, tbg clean. RU swab. Made 1 run. FL @ 3900'. Well KO. Flowed to pit for 2 hrs, dry gas. Stabilize @ 45# FTP, 120# CP, 3/4" ch, FARO 826 MCFD, 15' flare. Blew dn annulus. Loaded hole w/ 90 bbls 2% KCL wtr. Dspl tbg volume less 2 bbls w/ N2. SI annulus. Fin pumping rest of 25,000 scf N_2 pad. Started pumping 7-1/2% HCL w/ additives & 750 scf/bbl N_2 . Pumped 500 gal acid, began dropping ball sealers at a rate of 10 balls per 6 bbls. Pumped total of 2000 gal acid, flushed to perfs w/ nitrified 2% KCL wtr. Good ball action. Didn't ball off. Dropped total of 60 (7/8") RCN ball sealers. BLTR 147. MTP 4550#, ATP 3100# @ 6.2 BPM. ISIP 1420#, 5 min 1300#, 10 min 340#, 15 min 1100#. Opened well to pit, while slowly pumping N₂ into annulus. Dspl annulus w/ N_2 , N_2 flowing out tbg @ surface. After rec N_2 , well began flowing w/ mist. LOTPON on 3/4" ch w/ 20# FTP, 275# CP w/ medium mist. SDFN. Est 47 BLTR. DW: 10,640. CW: 318,651.
- 5986' PBTD, well dead. FTP 0#, CP 720#. RU swab. Made 1 run. FL @ 2900'. Well KO. LOTPON on 1/2" ch, FTP 10#, CP 140#, well flowing w/ 09/26/83 medium mist. DW: 1600. CW: 320,251.
- 5986' PBTD, well flowing to pit on 5/8" ch, 45# FTP, 145# CP, FARO 569 MCFD, very lite mist, 15' flare. Flowed well to pit for 4 hrs, 45# FTP, 145# CP, 5/8" ch, FARO 569 MCFD. Blew dn annulus, killed well w/ 09/27/83 30 bbls 3% KCL wtr. ND wellhead, NU BOP. TOOH w/ tbg. PU bit & csg scraper & TIH. Ran past perfs twice w/ bit & scraper. TOOH to 4000'. SDFN. LOTTON. DW: 2300. CW: 322,551.
- 09/28/83 5986' PBTD, well dead. Fin TOOH w/ bit & scraper. TIH w/ notched collar, SSN & tbg. ND BOP. NU wellhead. Land tbg @ 5989' KB. Install blast jt @ surface. RU swab. IFL @ 3800'. Made 7 runs. Rec 30 BF. Well KO. Flowed well to pit for 1 hr. Well making very lite mist, 20# FTP, 120# CP on 3/4" ch. FARO 463 MCFD. SI well. SDFN. Prep to frac tomorrow AM. DW: 1200. CW: 323,751.

WELL NAME: BMG Federal #1 PTD: 5980'

AREA: San Arroyo ELEVATIONS: 7102' KB, 7090' GL

Section 8, T16S-R26E Veco #8 CONTRACTOR: LOCATION: AFE NUMBER: 830604 COUNTY: Grand LSE NUMBER: 56168 STATE: Utah 1140' FNL & 2453' FWL TXO WI: 75% FOOTAGE:

09/29/83 5986' PBTD, prep to frac this AM. DW: 0. CW: 323,751.

09/30/83 5986' PBTD, SITP 560#, SICP 640#. RU Smith & Amerigas & frac'd well dn tbg & csg as follows:

Stage	<u>Volume</u>	#20/40 sd	Rate	TP
Prepad Pad 1# 2# 2.5# 3.5# Flush	3500 gal meth 14,000 gal GWX-7 w/ 750 sef/b CO ₂ 6000 gal GWX-7 w/ 750 sef/b CO ₂ 4000 gal GWX-7 w/ 750 sef/b CO ₂ 3500 gal GWX-7 w/ 750 sef/b CO ₂ 49,000	6,000 12,000 15,000 18,000 14,000 65,000	6.2 BPM 18 BPM 18.1 BPM 18 BPM 18.1 BPM 18.1 BPM 18.1 BPM 18.1 BPM	2370# 2390# 2570# 2750# 2920# 2970# 3120# 3600#
	49.000	05,000		

ATP 2650# @ 18 BPM. MTP 3610# @ 18.1 BPM. ISDP 1900#, 5 min 1420#, 10 min 1230#, 15 min 1090#. BLWTBR 867. SI well for 2 hrs. Opened well up on 3/8" ch, 420# SITP, 600# SICP. After flowing for 2-1/2 hrs had 100# FTP, 720# CP. Opened well up to 3/4" ch. LOTPON to clean up. DW: 42,912. CW: 366,663.

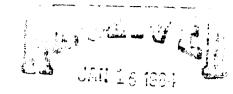
- 10/01/83 5986' PBTD, well flowing to pit on 3/4" choke, 120# FTP, 410# CP, FARO 1913 MCFD w/ lite to medium mist. Would flare while holding flame to flow. LOTPON. Left to recover 367 bbl. DW: 600. CW: 367,263.
- 10/02/83 5986' PBTD, well flowing to pit on 3/4" choke, 120# CP, FARO 1913 MCFD. Would sustain 30' flare with flare bucket present. Well flowing w/ lite mist. SWI for 15" to change choke size to 7/16". SITP 520#, SICP 580#. Opened well to pit on 7/16" choke w/ 350# FTP, 450# CP w/ lite mist & 30' flare. LOTPON. DW: 350. CW: 367,613.
- 10/03/83 5986' PBTD, well flowing to pit on 7/16" choke w/ 310# FTP, 420# CP, FARO 1522 MCFD w/ very lite mist, 30' flare. SI & WOPL. SI Buckhorn gas well. Drop from report pending first sales. DW: 1750. CW: 369,363.



TXO PRODUCTION CORP.

1800 LINCOLN CENTER BUILDING DENVER, COLORADO 80264

TELEPHONE (303) 861-4246



January 12, 1984

DIVISION OF OIL, GAS & MINING

estaties da blue-

State of Utah Natural Resources & Energy Oil, Gas & Mining 4241 State Office Building Salt Lake City, Utah 84114

Dear Ms. Call:

Please keep the logs and records from the following wells confidential:

TXO Coyote Basin Federal #1 Sec. 5-T8S-R25E, Uintah County, Utah

TXO Little Berry State #1 Sec. 2-T16S-R23E, Grand County, Utah

TXO Evacuation Creek State #1 Sec. 36-T11S-R25E, Uintah County, Utah

You can release all other TXO-operated wells on which you currently have logs and wellfiles. However, this does not apply to TXO-operated wells spudded after today (January 12, 1984). The confidentiality of TXO-operated wells which are spudded after today will be determined by a letter from our engineering department.

Sincerely,

TXO PRODUCTION CORP.

William A. Siruta

District Exploration Manager

WAS/cjd

xc: Ron Dashner

Bruce Wright

EMU

A SUBSIDIARY OF A TEXAS
OIL & GAS CORR

THE FOLLOWING NETERS WILL HAVE CALIBRATION / SETTLEMENT TESTS RUN ON THE DATES INDICATED. STARTING TIME WILL BE 0600 OR AS SPECIFIED BELOW AND AT THE OFFICE OF THE NORTHWEST PIPELINE GRAND JUNCTION DISTRICT YOU WILL BE NOTIFIED SHOULD ANY CHANGES OCCUR IN THIS SCHEDULE. IF YOU HAVE ANY QUESTIONS ABOUT THE SCHEDULE. CONTACT OR WRITE THE DISTRICT OFFICE.

METER CODE	WELL NAME	LOC	RUN	DAY	MO/YR	STARTING TIME
92194019	MOXA FEDERAL \$1 165. 26E. 9	06	02	2	10/85	08 00
92313018	BNG FEDERAL #1 165.268.8	06	02	5	11/85	0800
92232018	MOXA FEDERAL A #1 165. 26E.4	06	02	12	12/85	0800
92237010	CREDO FEDERAL #1 165. 246. 5	06	02	12	12/85	0930
92239012	CREDO FEDERAL A #1 165.26.5	06	02	12	12/85	1100
92192016	BAILEY FEDERAL #1 175 235.9	06	0З	<u>/3</u>	11/85	0900
92331016	LITTLE BERRY STATE #1 145. 23E. 2	06	60	12	11/85	1100
922≥5011	PTASYNSKI FEDERAL #1 175. 236. 1	5 06	03	73	12/85	1000
92258617	SQUIER #1 155.,23 E. 21	06	03	17	12/85	1000
9234.7010	C15C3 SPRINGS A #1 205. 23E.9	06	05	12	11/85	1000
92348016	CISCO SPRINGS B #1 205. 236. 15	06	05	12	11/85	1100
92026019	BOCK CLIFFS UNIT #3 185.226.3	3 06	05		12/85	CODE 84
92298019	WALL FEDERAL #1/45. 25E. 30	06	07	13	11/85	0900
92316619	LAUCK FEDERAL A #1 165.256.29	06	07	7	11/85	1030
92261018	BENNION FEDERAL #1 145. 35E. 30	06	07	_9	12/85	1130
92303012	HOUGEN FEDERAL A #1173.24E.14	06	07	10	12/85	1030
92126013	TEXAS PACIFIC STATE #1/65. 26E.3	34 06	12	1	11/85	0800
9215#017	TEXAS PACIFIC STATE #2 145. 256.	₹06	12	7	11/85	0900



355 West North Temple, 3 Triad Center, Suite 350, Salt Lake City, Ut 84180-1203.●(801-538-5340)

Page	3	٥f	5
Page		ot	



MONTHLY OIL AND GAS PRODUCTION REPORT

Operator name and address	:	· · · · · · · · · · · · · · · · · · ·	,		1
TXO PRODUCTION CORP. P. O. BOX 2690 CODY WY ATTN: R. P. MEABON	82414	···		Utah Account No. — Report Period (Mon	N1580 . th/Year) <u>12 / 90</u>
Well Name	Producing	Davs	Production Volume	 	
API Number Entity Location	1	_	Oil (BBL)	Gas (MSCF)	Water (BBL)
MOXA FEDERAL A-1 U-24638 4301930792 06730 16S 26E 4	DKTA				
NICOR FED #2	DK-BK				
CREDO FEDERAL 1	BUKHN				
CREDO FEDERAL A-1	DKTA				
HANCOCK FEDERAL 2 4-38720 4301930833 06750 178 25E 5	DKTA				
BENNION FED. 1 32 1301930893 06760 16S 25E 30	DK-MR				
4301931002 06765 16S 25E 12	MRSN			· · · · · · · · · · · · · · · · · · ·	
VALENTINE FEDERAL 3 4-38276 4301931009 06770 16S 25E 35	DKTA				
WALL FEDERAL #1	DK-BK			((1 () (/)
4304715930 06775 128 24E 5 DIL SPRINGS UNIT #10 U-08424A	WSTC-		Need Successo	s to Unit open. (Txe	+o mercenen
4304731656 06776 12S 24E 5 GRYNBERG FEDERAL #1 4-13653	WSTC				
4301930657 06781 16S 25E 28	DKTA				
ABMG FEDERAL #1	BUKHN				
	т	OTAL			
Comments (attach separate sheet if nece	ssary)				
				·	
I have reviewed this report and certify the	information	to be	accurate and complete.	Date	
				Telephone	·
Authorized signature				•	

GM-FYI - FROM CONNIE LARSON- TAX

Tax Cc jance Division



Findlay, Ohio 45840 Telephone 419/422-2121

January 23, 1991

N1580

TO WHOM IT MAY CONCERN:

Effective immediately after the close of business on December 31, 1990, TXO Production Corporation, taxpayer I.D. 75-1710388, a Delaware Corporation, was merged into Marathon Oil Company, taxpayer I.D. 25-1410539.

Following the merger, all business activity previously conducted by TXO Production Corporation will be conducted by and under the name of Marathon Oil Company.

> Marathon Oil Company Tax Organization

GRL:pah GRL100T

Med & L & Flat

Send a copy to Dom 2-21-91

A subsidiary of USX Corporation

Copy sent to Marter Sile Mail



P.O. Box 2690 Cody, Wyoming 82414 DIVISION OF Telephone 307/587-496 OIL. GAS & MINING

- Ce R Firth

January 22, 1991

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

UTAH DIVISION OF OIL, GAS & MINING 3 Triad Center, Ste. 350 Salt Lake City, UT 84180-1203 Attention: State Director

Re: The Merger of TXO Production Corp. into Marathon Oil Company

Gentlemen:

As Marathon Oil Company advised in its October 8, 1990 letter, TXO Production Corp., a Delaware corporation ("TXO") was being merged into Marathon Oil Company, an Ohio corporation ("Marathon"), on or before January 1, 1991. As stated in the October letter, before this merger, both TXO and Marathon were subsidiaries of USX Corporation.

Effective January 1, 1991, TXO was merged into Marathon, with Marathon becoming the surviving corporation, as evidenced by the enclosed Certificate of Merger signed by the Secretary of State for the State of Ohio. Due to this statutory merger, by operation of law, Marathon, as the surviving entity, has succeeded to all of the assets, property, rights, privileges, power and authority, and has assumed all obligations and liabilities of TXO which existed on the date of the merger.

Marathon requests that your records and filings be changed to reflect this merger, including making any appropriate change in your operator or ownership records. For the purposes of any change, mailing or notification, please substitute the following address and phone number for TXO:

Marathon Oil Company Attention: Mr. R. P. Meabon 1501 Stampede Avenue P. O. Box 2690 Cody, WY 82414 (307) 587-4961

Utah Division of Oil, Gas & Mining January 22, 1991 Page 2

Any bond in the name of TXO should be cancelled and all wells and properties shown on the attached Exhibit "A" should be placed on Marathon's statewide bond for the state of Utah.

Marathon respectfully requests that you acknowledge your receipt of this letter by signing the enclosed duplicate original of this letter in the space provided below, and returning it to me in the self-addressed, stamped envelope provided. Also, please provide Marathon with confirmation of the bond cancellations in accordance with the substitution requested above.

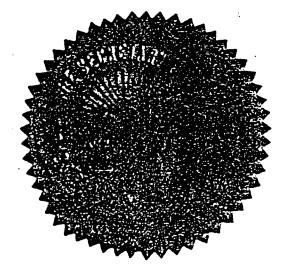
Marathon appreciates your patience and cooperation in this matter, and if Marathon can be of any further assistance, please feel free to contact this office.

Sincerely,	
Remeden	
R. P. Meabon Regulatory Coordinator Rocky Mountain Region Extension 3003	
RPM: mh	Ş
Attachments	
RECEIVED AND ACCEPTED THIS DAY 1991, BY:	OF
[Governmental Agency or Department]	
Ву	
NameIts	
Title	

UNITED STATES OF AMERICA, STATE OF OHIO, OFFICE OF THE SECRETARY OF STATE.

I, Sherrod Brown

do hereby certify that I am the duly elected, qualified and present acting Secretary of State for the State of Ohio, and as such have custody of the records of Ohio and Foreign corporations; that said records show an AGREEMENT OF MERGER of MARATHON PETROLEUM COMPANY, an Ohio corporation, Charter No. 7265, having its principal location in Findlay. County of Hancock, and incorporated on August 1, 1887, and TXO PRODUCTION CORP.. a Delaware corporation, having qualified to do business within the State of Ohio on November 2, 1983, under License No. 623328, into MARATHON OIL COMPANY, an Ohio corporation, Charter No. 584981, the survivor of said Merger, filed in this office on December 24, 1990, recorded in the Records of Incorporation. Said surviving corporation, MARATHON OIL COMPANY, an Ohio corporation, Charter No. 584981, having its principal location in Findlay, County of Hancock, was incorporated on November 18, 1981 and is currently in GOOD STANDING upon the records of this office.



WITNESS my hand and official seal at

Columbus, Ohio, this

28th day of December, A.D.19 90

Sherrod Brown Secretary of State

	of Oil, Gas a OR CHANGE H							Routing:
			by the division pleted. Write I			able.		2- DT8D (s 3- VLC 4- RJF
	ge of Opera gnation of (sold)		ation of or Name (1	5- RWM 16 6- LOR fac
The ope	erator of ti	he well(s)) listed belo	w has chang	ed (EFFE(CTIVE DATE:	1-1-91)
TO (ne	operator) (address)	P. O. BOX	OIL COMPANY X 2690 82414	·	M (former	operator) (address)	P. O. BOX	JCTION CORP. K 2690 82414
		•	07) 587-4961 no. <u>N 3490</u>		-			07)587-4961 no. <u>N1580</u>
Hell(s) (attach addi	tional page	if needed):	***MER(;ER***			
Name:_ Name:_ Name:_ Name:_ Name:_			API: _ API: _ API: _ API:	Enti Enti Enti Enti	ty: ty: ty: ty: ty:	SecTw SecTw SecTw SecTw SecTw	pRng pRng pRng pRng pRng	Lease Type: Lease Type: Lease Type: Lease Type: Lease Type: Lease Type:
NA 1.	operator (A	5-8-10) St Attach to	undry or ot this form)./	see documenta	tion)			ived from <u>former</u> from <u>new</u> operator
<u>N</u> A 3.	The Departmoperating a yes, show of	ment of Co any wells company fi	ommerce has b in Utah. I ile number: _	seen contact	ed if the registere	e new opera d with the	ator above state? (is not currently yes/no) If
for 4.	comments s	ection of		Managemen ⁻	t review [°]	of Federa	and Ind	ding this change of BLM status in ian well operator
Lef 5.	Changes hav	ve been ei ve. (2-26	ntered in the	e Oil and Ga	ıs Inform	ation Syst	em (Wang/I	BM) for each well
fel 6.	Cardex file	e has beer	n updated for	each well	listed at	ove.		
Jef 7.	Well file	labels hav	ve been updat	ed for each	well lis	ted above.		
	Changes hav	ve been i oution to	ncluded on t State Lands	he monthly and the Tax	"Operator Commissi	r, Address, on.	and Acco	unt Changes" memo
forg.	A folder he	as been s re for ref	et up for th ference durin	e Operator ng routing a	Change fi nd proces	ile, and a ssing of th	copy of t e original	his page has been documents.

RATOR	CHANGE MORKSHEET (CONTINUED) Initial each item when completed. Write N/A if item is not applicable.
TITY	REVIEH
et .	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes/no) (If entity assignments were changed, attach <u>copies</u> of Form 5, Entity Action Form).
∐A2. 	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
ND VE	RIFICATION (Fee wells only)
}	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond. (Federal & State wells only!) (upon completion of routing)
e _	A copy of this form has been placed in the new and former operators' bond files.
_d/3.	The former operator has requested a release of liability from their bond (yes) no) <u>Yes</u> . Today's date <u>February 27</u> , 19 <u>91</u> . If yes, division response was made by letter dated <u>Murch 1,</u> 19 <u>91</u> .
۹SE I	NTEREST OWNER NOTIFICATION RESPONSIBILITY
•	(Rule R615-2-10) The former operator/lessee of any fee lease well listed above has been notified by letter dated 19, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
⁷⁶ 2.5	Copies of documents have been sent to State Lands for changes involving State leases. مراجع عراج المراجع المر
LMING	
	MALL attachments to this form have been microfilmed. Date: March 11 1991.
ING	
T.	S Copies of all attachments to this form have been filed in each well file.
UZ.	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operator Change file.
MENT	S
910	204 Bom/Mont No doc. as of yet. (In the process of changing) will call when approved.
	Btm /5.4. Book Cliffs Unit, Oil Springs Unit, Marble Mansion Unit (Not approved as of get)
	304 St. Lands - No documentation as of yet. (Copy hand delivered 2-8-91) for
9108	122 Bbm/5.4 Approved 2-20-91 - OK for DOGOT to recognize eff. date 1-1-91. (T. Thompson)
<u>9102</u> 11/34	26 St. Fands - Needs additional into. "will lake 2-3 weeks". (Proceed with change per DTS)

LONE MOUNTAIN PRODUCTION COMPANY

P.O. BOX 3394 408 PETROLEUM BUILDING BILLINGS, MONTANA 59103-3394 (406) 245-5077 FAX 248-6321

February 22, 1993

State of Utah Dept. of Natural Resources Division of Oil, Gas, & Mining 3 Triad Center, Suite 350 Salt Lake City, Utah 84180

Re: Change of Operator Sundry Notices

Grand and Uintah Counties, Utah

Gentlemen:

Enclosed in triplicate are Sundry Notices for 53 wells located on Federal lands in Utah for which Lone Mountain Production Company is assuming operations effective February 22, 1993. Two separate lists of the wells and lease numbers, by sorted by BLM district, are attached. The wells were all previously operated by Marathon Oil Company. If any further information is needed please advise either me or Joe Dyk in our Grand Junction office.

Very truly yours,

Lone Mountain Production Company

are b. Routen

James G. Routson

President

Enclosures

xc: Joe Dyk Marathon FEB 2 5 1993

DIVISION OF OIL GAS & MINING Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.

U-05015

SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well FEB 2 5 1993 Oil Well KGas Well 8. Well Name and No. U Other 2. Name of Operator BMG Fed. No. 1 DIVISION OF 9. API Well No. Lone Mountain Production Company 3. Address and Telephone No. OIL GAS & MINING 43-019-31017 P.O. Box 3394, Billings, MT 59103 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) San Arroyo 1140' FNL, 2453' FWL, Sec. 8-T16S-R26E 11. County or Parish, State (NE' NW') Grand County, Utah CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans New Construction Recompletion Subsequent Report Non-Routine Fracturing Plugging Back Water Shut-Off Casing Repair Final Abandonment Notice Altering Casing Conversion to Injection X_{Other} Change of Operator Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Lone Mountain Production Company has assumed operations of the above referenced well effective February 22, 1993. The former operator was Marathon Oil Company. Bond Coverage is provided by Lone Mountain's Statewide Oil & Gas BLM Bond No. UT0719. Field Operations will be handled by our Grand Junction office. 14. I hereby certify that the foregoing is true and correct Petroleum Engineer Feb. 22, 1993 (This space for Federal or State office use) Date Title

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements

or representations as to any matter within its jurisdiction.

STATE OF UTAH DIVISION OF OIL, GAS AND MINING

			5. LEASE DESIGNATION & SERIAL NO.
			See Below
(Do not use this form for	NOTICES AND REPORTS Proposals to drill or to deepen or plus APPLICATION FOR PERMIT—" for s	t back to a different reservoir.	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
L. OIL GAS	HER	DECENVAIN	1. UNIT AGREEMENT NAME
	222	اللا الله	8. FARM OR LEASE NAME
Marathon Oil Com	pany	FEB 9 5 1993	See Below
P.O. Box 2590, C	ody, Wyoming 82414	145 6 0 1773	See Below
4. LOCATION OF WELL (Report locations) See also space 17 below.) At surface	on clearly and in accordance with any State of		10. FIELD AND POOL, OR WILDCAT - See Below
At proposed prod. zone See	Below	OIL GAS & MINING	11. SEC., T., R., M., OR BLK, AND SURVEY OR AREA
14. API NO.			See Below
See Below	15. ELEVATIONS (Show waether	DF, RT, GR, etc.)	Grand and Utah
I.E. CI	eck Appropriate Box To Indicate	Nature of Notice, Report or O	Ither Data
	INTENTION TO:		QUENT REPORT OF:
TEST WATER SHUT-OFF	PULL OR ALTER CASING	WATER SHUT-OFF	REPAIRING WELL
FRACTURE TREAT	MULTIPLE COMPLETE	FRACTURE TREATMENT	ALTERING CASING
SHOOT OR ACIDIZE	ABANDON	SHOOTING OR ACIDIZING	ABANDONMENT*
REPAIR WELL (Other)	CHANGE PLANS	(Other)(Note: Report result	s of multiple completion on Well
		Completion or Reco	ompletion Report and Log form.)
APPROX. DATE WORK WILL S		DATE OF COMPLETION _	
on 2/22/93 with a	an effective date of O	* Must be accome tober 1, 1992, Marat	pertinent dates, including estimated date of rue vertical depths for all markers and zones apanied by a cement verification report. thon Oil Company sold all of
its rights, title	e and interests shown o	on Exhibit 'A' and 'E	3' to:
	Lone Mountain Pro P.O. Box 3394, 40 Billings, Montana	08 Production Buildir	ng
advising that Lor	undry notice to Lone Ne Mountain Production within the federal and	Company is resposible	e for operating these
••	:		
Utah 0&Gcc: WRF	,RDS,CLB,RPM,KJI,TITLE	AND CONTR(HOU),ACCT	G.,CFR,LONE MTN. PROD.
18. I hereby certify that the foreg	oing is true tha correct		
SIGNED R.P. Meabon	KM Poole TITLE RE	gulatory Coordinator	DATE 2/23/93
(This space for Federal or Stat	e office use)		
APPROVED BY	L. IF ANY:		DATE

List of Properties sold by Marathon Oil Company to Lone Mountain Production Company, P.O. Box 3394, 408 Petroleum Building, Billings, Montana 59103-3394

WELL	LOCATION	LEASE	API #
North Horse Point Fi	eld		
Little Berry State #1	SW/4 SW/4,Sec. 2-16S-23E	ML-21061	043-019-31075
BAR X West Field			
Hancock Federal #2	NW/4 SW/4,Sec. 5-17S-25E	U-38720	043-019-30833
Bryson Canyon Field			
Hougen Federal A#1- S TXO Pogo USA #19-9	t #1 SW/4 SW/4 Sec.14-17S-2 NE/4 SE/4,Sec. 15-17S-24E	4E U-42480 U-49535	043-019-30799 043-019-30779
East Canyon Field			•••
Callister Federal #1 Ptasynski Federal #1	NW/4 SE/4 Sec. 24-16S-24E NE/4 NW/4 Sec. 15-17S-23E	U-38363 U-24603-A	043-019-30857 043-019-30780
Horseshoe Bend Field			
Bridle Federal #1 Bridle Federal #2 Bridle Federal #3 Bridle Federal #4 Croquet Federal #1 Croquet Federal #2 Croquet Federal #3 Football Fed #29-4 Shuffleboard Fed #1 Stirrup Fed. #28-1 Stirrup Fed. #29-2 Stirrup Fed. #29-3 Stirrup State #32-1 Stirrup State #32-4	SW/4 SW/4 Sec. 34-6S-22E NE/4 SE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 34-6S-22E SE/4 NE/4 Sec. 35-6S-21E NE/4 SE/4 Sec. 35-6S-21E NE/4 NW/4 Sec. 35-6S-21E SE/4 SW/4 Sec. 29-6S-21E NE/4 NE/4 Sec. 27-6S-21E NW/4 SW/4 Sec. 28-6S-21E NW/4 SE/4 Sec. 29-6S-21E SE/4 SE/4 Sec. 29-6S-21E SE/4 SE/4 Sec. 32-6S-21E NW/4 NE/4 Sec. 32-6S-21E SE/4 NE/4 Sec. 32-6S-21E NW/4 NE/4 Sec. 32-6S-21E	U-47866 U-47866 U-47866 U-47866 U-53862 U-53862 U-53862 U-46699 U-31255 U-34711 U-46699 U-46699 ML-22036 ML-22036 ML-22036	043-047-31533 043-047-31655 043-047-31678 043-047-31866 043-047-31672 043-047-31867 043-047-31883 043-047-31668 043-047-31571 043-047-31534 043-047-31634 043-047-31634 043-047-31626 043-047-31648
Rockhouse Field Cracker Fed. #1 Cracker Fed. #2 Cracker Fed. #3 Eracker Fed. #4 Marble Mansion #1 Wells Fed. A #1	SE/4 NE/4 Sec. 8-11S-23E SE/4 SE/4 Sec. 8-11S-23E SW/4 SE/4 Sec. 5-11S-23E SE/4 NE/4 Sec. 7-11S-23E SE/4 SE/4 Sec. 18-11S-23E SW/4 SE/4 Sec. 12-11S-23E	U-54197 U-54197 U-54193 U-54196 U-54201 U-54198	043-047-31532 043-047-31690 043-047-31689 043-047-31748 043-047-31865 043-047-31603

Exhibit 'B' Page 1 of 2 Utah sale

San Arroyo Field

 Arco Fed. B #1 Arco Fed. C #1 Arco Fed. D #1 Arco Fed. H #1 Bennion Fed. #1 BMG Fed. #2 BMG Fed. #3 BMG Fed. #3 BMG Fed. #5 BMG Fed. #5 BMG Fed. #7 Bookcliffs #1 Bookcliffs #1 Credo Fed. #1 Credo Fed. A #1 Credo Fed. A #1 Lauck Fed. A #1 Lauck Fed. #2 Moxa Fed. #1 Nicor Fed. #1 Nicor Fed. #2 Texas Pac St #1 Texas Pac St #2 Valentine Fed. #3	SE/4 SE/4 Sec NW/4 NW/4 Sec NE/4 SW/4 Sec NE/4 NW/4 Sec NE/4 NW/4 Sec SW/4 SW/4 Sec SW/4 SW/4 Sec NW/4 SW/4 Sec NW/4 SE/4 Sec SE/4 SE/4 Sec SE/4 SW/4 Sec SE/4 SW/4 Sec SE/4 SW/4 Sec SE/4 SW/4 Sec NW/4 SW/4 Sec NE/4 SW/4 Sec SE/4 SW/4 Sec NW/4 SW/4 Sec SW/4 SW/4 Sec SW/4 SW/4 Sec SW/4 SW/4 Sec SE/4 SW/4 Sec SE/4 SW/4 Sec SE/4 SW/4 Sec	. 35-16S-25E . 34-16S-25E . 30-16S-25E . 30-16S-25E . 8-16S-26E . 8-16S-26E . 17-16S-26E . 17-16S-26E . 17-16S-26E . 32-18S-22E . 33-18S-22E . 5-16S-26E . 28-16S-25E . 29-16S-25E . 29-16S-25E . 29-16S-25E . 33-16S-25E . 33-16S-25E . 33-16S-25E . 33-16S-25E . 34-16S-25E . 34-16S-25E	U-9831 U-06188-B U-29645 U-0126528 U-24632 U-05015 U-05015-A U-05015-A U-05015-A U-05015-A U-036905 U-036905 U-24638 U-24638 U-13653 U-13653 U-13653 U-13653 U-24638 U-34033 U-24638 U-34033 U-34033 U-34033 U-34033 U-34033 U-34033 U-34033 U-34033 U-34033 U-34033	043-019-30552 043-019-30572 043-019-30578 043-019-31002 043-019-31017 043-019-31108 043-019-31114 043-019-31130 043-019-31131 043-019-31183 043-019-15410 043-019-15411 043-019-30797 043-019-30657 043-019-30657 043-019-30698 043-019-30698 043-019-30698 043-019-30656 043-019-30639 043-019-30639 043-019-30639 043-019-30639 043-019-30639
Valentine Fed. #2	SE/4 SW/4 Sec.	35-16S-25E 34-16S-25E 35-16S-25E	U-38276	043-019-30639
Oil Springs Field				
Oil Springs #5 Oil Springs #7 Oil Springs #10	NE/4 SW/4 Sec. SE/4 SW/4 Sec. NE/4 NE/4 Sec.	4-12S-24E	U-08424-A U-08424-A U-08424-A	043-047-15930 043-047-31248 043-047-31656
Evacuation Creek Fiel	d			
State A #1	NE/4 NE/4 Sec.		ML-28043	043-047-31674
Evacuation Cr.#23-2-1 Evacuation Creek -State #1	NE/4 SW/4 Sec. SE/4 SW/4 Sec.	2-12S-25E 36-11S-25E	ML-28043 ML-39868	043-047-15675 043-047-31307

UTAH FEDERAL WELLS

MOAB BLM DISTRICT

WELL	LEASE NO.	LOCATION
Bookcliffs Unit No. 1	U-036905	SE‡ SE‡ Sec. 32-T18S-R22E
Bookcliffs Unit No. 3	U-036905	Sw1 NE1 Sec. 33-T18S-R22E
Hancock Fed. No. 2	U-38720	NW1 SW1 Sec. 5-T17S-R25E
Hougen Fed. No. A-1	U-42480	SW1 SW1 Sec. 14-T17S-R24E
TXO-POGO-USA No. 15-9	U-49535	NE4 SE4 Sec. 15-T17S-R24E
Callister Fed. No. 1	U-38363	NW1 SE1 Sec. 24-T16S-R24E
Ptasynski Fed. No. 1	U-24603-A	NE4 NW4 Sec. 15-T17S-R23E
Arco Fed. B No. 1	U-9831	SE‡ SE‡ Sec. 6-T16S-R25E
Arco Fed. C No. 1	U-06188-B	NW1 NW1 Sec. 35-T16S-R25E
Arco Fed. D No. 1	U-29645	NE# SE# Sec. 34-T16S-R25E
Arco Fed. H No. 1	U-0126528	NW1 SW1 Sec. 12-T16S-R25E
Grynberg Fed. No. 1	U-13653	NE
Lauck Fed. A No. 1	U-34033	SE‡ SE‡ Sec. 29-T16S-R25E
Lauck Fed. No. 2	U-34033	NW1 SW1 Sec. 29-T16S-R25E
Nicor Fed. No. 1	U-31807	NW1 NE1 Sec. 28-T16S-R25E
Nicor Fed. No. 2	U-13653	$NW_{\frac{1}{2}}$ NE $\frac{19}{3}$ 3-T16S-R25E
Valentine Fed. No. 1	U-38276	SE1 SW1 Sec. 35-T16S-R25E
Valentine Fed. No. 2	U-38276	SE1 NW1 Sec. 34-T16S-R25E
Valentine Fed. No. 3	U-38276	SE‡ SW‡ Sec. 35-T16S-R25E
Wall Fed. No. 1	U-24632	NE1 SW1 Sec. 30-T16S-R25E
Bennion Fed. No. 1	U-24632	NE1 NW1 Sec. 30-T16S-R25E
Harvey Fed. No. 1-X	U-10427	Sw1 SE1 Sec. 5-T16S-R25E

UTAH FEDERAL WELLS

MOAB BLM DISTRICT

WELL	LEASE NO.	LOCATION
BMG Fed. No. 1	U-05015	NE# NW# Sec. 8-T16S-R26E
BMG Fed. No. 2	U-05015	SW1 SW1 Sec. 8-T16S-R26E
BMG Fed. No. 3	U-05015-A	SW1 SW1 Sec. 18-T16S-R26E
BMG Fed. No. 4	U-05015-A	NW1 NW1 Sec. 17-T16S-R26E
BMG Fed. No. 5	U-05015-A	NW1 SW1 Sec. 18-T16S-R26E
BMG Fed. No. 7	U-05015-A	NW: SE: Sec. 17-T16S-R26E
Credo Fed. No. 1	U-24638	NE‡ SE‡ Sec. 5-T16S-R26E
Credo Fed. A No. 1	U-24638	SE‡ NW‡ Sec. 5-T16S-R26E
Moxa Fed. No. 1	U-24638	SW1 SW1 Sec. 9-T16S-R26E
Moxa Fed. A No. 1	U-24638	NE: SE: Sec. 4-T16S-R26E

UTAH FEDERAL WELLS

FEB 2 5 1993

DIVISION OF OIL GAS & MINING

VERNAL BLM DISTRICT

		•
WELL	LEASE NO.	LOCATION
Shuffleboard Fed. No. 1	U-31255	NET NET Sec. 27-T6S-R21E
Stirrup Fed. No. 28-1	U-34711	NW1 SW1 Sec. 28-T6S-R21E
Stirrup Fed. No. 29-2	U-46699	NW1 SE1 Sec. 29-T6S-R21E
Stirrup Fed. No. 29-3	U-46699	SE ¹ SE ¹ Sec. 29-T6S-R21E
Football Fed. No. 29-4	U-46699	SE‡ SW‡ Sec. 29-T6S-R21E
Croquet Fed. No. 1	U-53862	SE [‡] NE [‡] Sec. 35-T6S-R21E
Croquet Fed. No. 2	U-53862	NET SET Sec. 35-T6S-R21E
Croquet Fed. No. 3	U-53862	NE‡ NW‡ Sec. 35-T6S-R21E
Bridle Fed. No. 1	U-47866	$SW_{\frac{1}{4}}$ $SW_{\frac{1}{4}}$ Sec. 34-T6S-R22E
Bridle Fed. No. 2	U-47866	NE1 SE1 Sec. 34-T6S-R22E
Bridle Fed. No. 3	U-47866	SW $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 34-T6S-R22E
Bridle Fed. No. 4	U-47866	SE4 NE4 Sec. 34-T6S-R22E
Cracker Fed. No. 1	U-54197	SE‡ NE‡ Sec. 8-T11S-R23E
Cracker Fed. No. 2	U-54197	SE1 SE1 Sec. 8-T11S-R23E
Cracker Fed. No. 3	U-54193	SW1 SE1 Sec. 5-T11S-R23E
Cracker Fed. No. 4	U-54196	SE‡ NE‡ Sec. 7-T11S-R23E
Marble Mansion Unit #1	U-54201	SE‡ SE‡ Sec. 18-T11S-R23E
Wells Fed. A No. 1	U-54198	SW SE Sec. 12-T115-R23E
Oil Springs Unit #5	U-08424-A	NE 4 SW4 Sec. 5-T12S-R24E
Oil Springs Unit #7	U-08424-A	SE‡ SW‡ Sec. 4-T12S-R24E
Oil Springs Unit #10	U-08424-A	NE 1 NE 1 Sec. 5-T12S-R24E

UTAH STATE WELLS

WELL	LEASE NO.	LOCATION
Texas Pacific No. 1	ML-4468-A	NW1 SE1 Sec. 36-T16S-R25E Grand County
Texas Pacific No. 2	ML-4468-A	SW1 SW1 Sec. 36-T16S-R25E Grand County
Little Berry No. 1	ML-21061	SW1 SW1 Sec. 2-T16S-R23E Grand County
Evacuation Creek No. 1	ML-39868	SEł SWł Sec. 36.T11S-R25E Uintah County
Evacuation Creek A No. 1	ML-28043	NE ¹ NE ¹ Sec. 2-T12S-R25E Uintah County
Evacuation Creek 23-2-1	ML-28043	NE ¹ SW ¹ Sec. 2-T12S-R25E Uintah County
Stirrup No. 32-1	ML-22036	NW ¹ NE ¹ Sec. 32.T6S-R21E Uintah County
Stirrup No. 32-2	ML-22036	SE‡ NE‡ Sec. 32.T6S-R21E Uintah County
Stirrup No. 32-4	ML-22036	NW4 NE4 Sec. 32.T6S-R21E Uintah County

Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

6. If Indian, Allottee or Tribe Name

U-05015A

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals

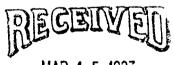
SUBMIT	IN TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of Well		
Oil Gas Other		8. Well Name and No.
2. Name of Operator		BMG Fed. No. 1
Lone Mountain Production	on Company	9. API Well No.
3. Address and Telephone No.		43-019-31017 *
P.O. Box 3394, Billings	s, MT 59103	10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey D	escription)	San Arroyo
1140' FNL, 2453' FWL,	Sec. 8-T16S-R26E*	11. County or Parish, State
$(NE^{\frac{1}{4}} NW^{\frac{1}{4}})$		Grand County, Utah
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
Notice of Intent	Abandonment	Change of Plans
	Recompletion	New Construction
Subsequent Report	Plugging Back	Non-Routine Fracturing
, ,	Casing Repair	Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
•	X _{Other} Change of Operator	Dispose Water
· · ·		(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
13. Describe Proposed or Completed Operations (Clearly state a	Il pertinent details, and give pertinent dates, including estimated date of starting a	my proposed work. If well is directionally drilled

give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Lone Mountain Production Company has assumed operations of the above referenced well effective February 22, 1993. The former operator was Marathon Oil Company.

Bond Coverage is provided by Lone Mountain's Statewide Oil & Gas BLM Bond No. UT0719.

Field Operations will be handled by our Grand Junction office.



MAR 1 5 1993

DIVISION OF

· · · · · · · · · · · · · · · · · · ·	 				
14. I hereby certify that the foregoing is true and correct Signed	Petroleum Engineer	Date	Feb.	22,	1993
(This space of Federal or State office use) Dient Northrup Approved by	Assistant District Manager	Date			
Conditions of approval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any p					

or representations as to any matter within its jurisdiction.

Lone Mountain Production Company Well No. BMG Fed. 1 NENW Sec. 8, T. 16 S., R. 26 E. Grand County, Utah Lease U-05015A

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be advised that Lone Mountain Production Company is considered to be the operator of the above well and is responsible under the terms and conditions of the lease for the operations conducted on the leased lands.

Bond coverage for this well is provided by UT0719 (Principal - Lone Mountain Production Company) via surety consent as provided for in 43 CFR 3104.2.

This office will hold the aforementioned operator and bond liable <u>until</u> the provisions of 43 CFR 3106.7-2 continuing responsibility are met.

MAR 1 5 1993

DIVISION OF OIL GAS & MINING

Division of 011, Gas and OPERATOR CHANGE HOR				Routing: 7-1,EC
Initial each listed item	received by the division reg when completed. Write N/A i	f item is not applica		2-DTS/75 3-VLC 4-RJF
		□ Designation of□ Operator Name		5-RWM 6-ADA
The operator of the	well(s) listed below ha	as changed (EFFEC	CTIVE DATE: <u>2-22-9</u>	3)
(address) <u>I</u>	ONE MTN PRODUCTION CO PO BOX 3394 BILLINGS MT 59103-3394	FROM (former 	operator) <u>MARATHON</u> (address) <u>PO BOX 2</u> <u>CODY WY</u>	
	hone <u>(406)245-5077</u> ccount no. <u>N</u> 7210	 		307 > 587-4961 no. N 3490
Well(s) (attach additi	onal page if needed):			
Name: Name: Name: Name:	API: API: API: API: API: API: API: API: API:	Entity: Entity: Entity: Entity:	SecTwpRng SecTwpRng SecTwpRng SecTwpRng	Lease Type: Lease Type: Lease Type: Lease Type:
operator (At <u>Le</u> 2. (Rule R615-8	UMENTATION B-10) Sundry or other tach to this form). (fe -10) Sundry or other <u>le</u> his form). (feld 2-25-93)	y 2-25-93) gal documentatio		
operating an	nt of Commerce has been ny wells in Utah. Is o mpany file number:			
(attach Tele comments sec changes shou	and Federal Wells ONL ephone Documentation Fo ction of this form. Ma ld take place prior to	orm to this rep anagement review completion of sto	port). Make note of <mark>Federal and In</mark> eps 5 through 9 belo	of BLM status in dian well operator ow.
listed above	been entered in the Oi · (3-16-43)	l and Gas Inform	nation System (Wang/	IBM) for each well
Λ	has been updated for ea			
Lec 7. Well file la	bels have been updated	for each well li	sted above. [3-16-13])	
	e been included on the tion to State Lands and			ount Changes" memo
<u>lec</u> 9. A folder has placed there	s been set up for the O for reference during r	perator Change f outing and proce	ile, and a copy of ssing of the origina	this page has been al documents.

ERATOR	CHANGE WORKSHEET (CONTINUED) Initi each item when completed. Write N/A is item is not applicable.
ITITY	REVIEW
<u>re</u> 1.	(Rule R615-8-7) Entity assignments have been reviewed for all wells listed above. Were entity changes made? (yes/no) (If entity assignments were changed, attach copies of Form 6, Entity Action Form).
<u>/</u> A 2.	State Lands and the Tax Commission have been notified through normal procedures of entity changes.
וע סאכ	ERIFICATION (Fee wells only)
<i>≟la</i> 1.	(Rule R615-3-1) The new operator of any fee lease well listed above has furnished a proper bond.
<u>/</u> # 2.	A copy of this form has been placed in the new and former operators' bond files.
<u>la</u> 3.	The former operator has requested a release of liability from their bond (yes/no) Today's date 19 If yes, division response was made by letter dated 19
ΛSE .	INTEREST OHNER NOTIFICATION RESPONSIBILITY
<u>#</u> 1.	(Rule R615-2-10) The former operator/lessee of any fee lease well listed above has been notified by letter dated 19, of their responsibility to notify any person with an interest in such lease of the change of operator. Documentation of such notification has been requested.
Σ>2 - 3/1-	Copies of documents have been sent to State Lands for changes involving State leases .
ILMIN	${f G}$
<u>12</u> 1.	All attachments to this form have been microfilmed. Date: March 25 1993.
<u> </u>	
<u>ec</u> 1.	Copies of all attachments to this form have been filed in each well file.
止 2.	The <u>original</u> of this form and the <u>original</u> attachments have been filed in the Operator Change file.
OMMEN	TS
9303	316 Bin Monto Approved 3-10-93 off. 2-22-93.
	(other wells will be handled on a separate change - partial change only!)
	(other wells will be handled on a separate change - partial change only!) St. Lease wells also being chyld at this time.
71/3	1.35
, 1/3	I JJ

LONE MOUNTAIN PRODUCTION COMPANY

Mailing Address: P.O. Box 80965 Billings, MT 59108-0965 (406) 245-5077 FAX 248-6321 Shipping Address: 2590 Holman Avenue, Suite B-1 Billings, MT 59102

June 4, 2007

State of Utah Division of Oil, Gas & Mining 1594 W. Temple, Suite 1210 P. O. Box 145801 Salt Lake City, Utah 84114-5801

43.019.31017 165 26E 8

RE:

SITE SECURITY DIAGRAMS

VARIOUS WELLS

GRAND COUNTY, UTAH

Ladies and Gentlemen:

Enclosed are site security diagrams for new wells recently drilled in Grand County, Utah.

If you have any questions or need further information please contact our office at (406) 245-5077.

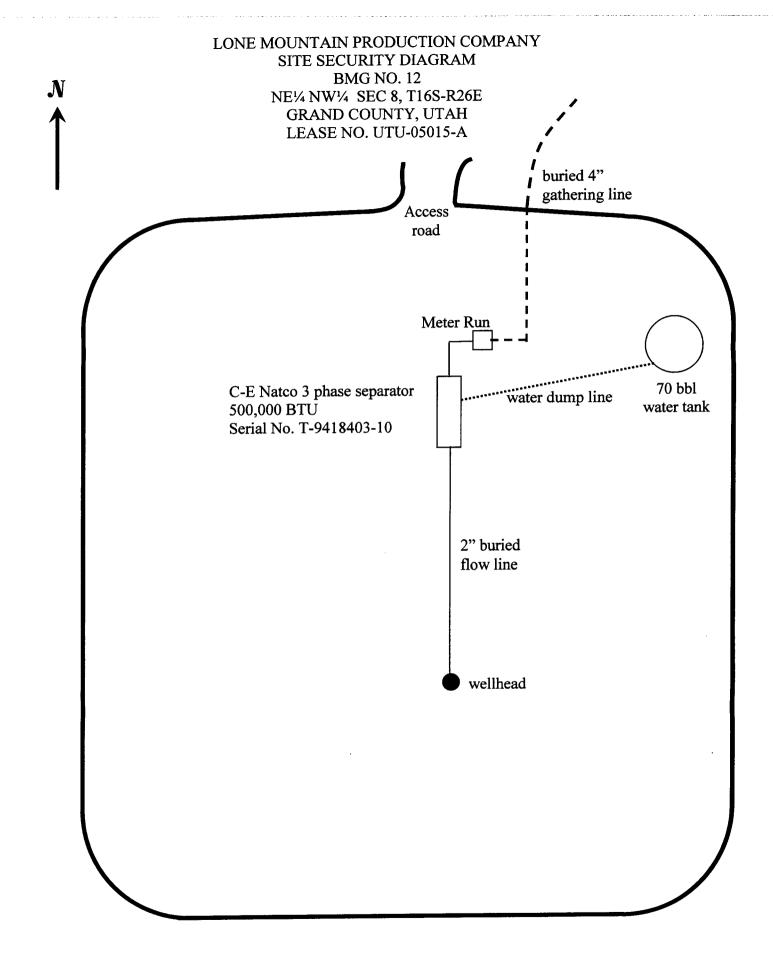
Sincerely,

LONE MOUNTAIN PRODUCTION COMPANY

Carolyn Farmer Office Manager

enclosures

JUN 0 6 2007
DIV. OF OIL, GAS & MINING



STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES**

RECEIVED

DIVISION OF OIL. GAS AND MINING 5. LEASE DESIGNATION AND SERIAL NUMBER: JUN 2 3 2014 U-01515 A 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS OF OIL, GAS & MIN 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 8. WELL NAME and NUMBER: 1. TYPE OF WELL OIL WELL GAS WELL 7 **OTHER** BMG Federal No. 1 2. NAME OF OPERATOR: 9. API NUMBER: Lone Mountain Production Company 4301931017 3. ADDRESS OF OPERATOR: 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER: P O Box 80965 STATE MT 7ID 59108-0965 San Arroyo Billings (406) 245-5077 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1140' FNL 2453' FWL COUNTY: Grand 168 QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NENW STATE: UTAH CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 11. TYPE OF SUBMISSION TYPE OF ACTION ACIDIZE DEEPEN REPERFORATE CURRENT FORMATION NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL Approximate date work will start: CASING REPAIR **NEW CONSTRUCTION** TEMPORARILY ABANDON 7/21/14 CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR CHANGE TUBING PLUG AND ABANDON VENT OR FLARE SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK WATER DISPOSAL (Submit Original Form Only) CHANGE WELL STATUS WATER SHUT-OFF PRODUCTION (START/RESUME) Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE OTHER: CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. Lone Mountain Production Company intends to plug this well as follows: COPY SENT TO OPERATOR MIRU ND wellhead and NU BOPs POOH & talley tubing 2. 3. RIH with 4 1/2" cement retainer and set at 5886" 4. Fill hole Mix & pump 20 sx cement (10 sx below retainer and 10 sx above retainer) POOH with tubing & setting tool Cut 4 1/2" casing at 2650' Circulate hole by going down 4 1/2" casing and up 4 1/2" X 7" annulus 8. POOH 4 1/2" casing 10. RIH with tubing to 2650' 11. Mix & pump 40 sx balanced plug from 2650' to 2350' 12. POOH tubing 13. Perforate 7" casing with 8 shots at 354' 14. Mix & pump cement down 7" casing until cement returns at surface in annulus. App 125 sx 15. Cut wellhead off 3' below GL - Weld on dryhole marker and cover up 16. Remove rig, equipment and all junk from location. Reclaim surface to Moab BLM standards. Nettie Reed Vice-President NAME (PLEASE PRINT) TITLE 6/19/2014

(This space for State use only)

Federal Approval Of This Action Is Necessary

(5/2000)

be setaminimum so into cosing Stub (= 2700)

Sundry Number: 66293 API Well Number: 43019310170000

	STATE OF UTAH		FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING			5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-05015A
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	oposals to drill new wells, significantly reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: BMG FEDERAL 1
2. NAME OF OPERATOR: LONE MTN PRODUCTION C	0		9. API NUMBER: 43019310170000
3. ADDRESS OF OPERATOR: PO Box 80965, Billings, M	MT, 59108 406 245-50	PHONE NUMBER:	9. FIELD and POOL or WILDCAT: SAN ARROYO
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1140 FNL 2453 FWL			COUNTY: GRAND
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 08 Township: 16.0S Range: 26.0E Mer	idian: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
Approximate date work will start.	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
9/14/2015	OPERATOR CHANGE	✓ PLUG AND ABANDON	PLUG BACK
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	LI TEMPORARY ABANDON
DRILLING REPORT	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER:
Lone Mountain Proc 4 1/2" CICR at 588 to 300 psi 4. Pump CICR) 5. Cut 4 1/2" sx at 2650' 7. Tag casing at 385' 9. P 10. Perforate 7" ca down 4 1/2" casing dry hole marker 3'	COMPLETED OPERATIONS. Clearly show fluction Company plugged the 15' 2. Fill hole with 9 ppg/mio 25 sx cement (15 sx below casing at 2650' (Could not g top of cement at 2175' wire ulled casing 18". Could not asing with 6 spf at 384' 11. Frand up 7" and 9 5/8" casing below GL Well plugged as 64. No reclamation will be defined to the state of t	is well as follows: 1. Set ud 3. Test 4 1/2" casing CICR and 10 sx above pull casing) 6. Pump 45 th tubing 8. Cut 4 1/2" move casing any more. Pumped 140 sx cement g to surface 12. Installed of 9-14-15 13. Removed	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY September 23, 2015
NAME (PLEASE PRINT) Nettie Reed	PHONE NUMB 970 858-7546	BER TITLE Vice President	
SIGNATURE N/A	-	DATE 9/22/2015	